

Fill in this information to identify your case:

United States Bankruptcy Court for the:

NORTHERN DISTRICT OF TEXAS

Case number (if known) Chapter 11

☐ Check if this an amended filing

Official Form 201

Voluntary Petition for Non-Individuals Filing for Bankruptcy

06/22

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and the case number (if known). For more information, a separate document, *Instructions for Bankruptcy Forms for Non-Individuals*, is available.

1. Debtor's name	Grand Fusion Housewares, LLC	
2. All other names debtor used in the last 8 years Include any assumed names, trade names and doing business as names	FDBA Grand Fusion Housewares, Inc.	
3. Debtor's federal Employer Identification Number (EIN)	81-2767708	
4. Debtor's address	Principal place of business 1215 W. Crosby Road, Suite 100 Carrollton, TX 75006 Number, Street, City, State & ZIP Code Dallas County	Mailing address, if different from principal place of business P.O. Box, Number, Street, City, State & ZIP Code Location of principal assets, if different from principal place of business Number, Street, City, State & ZIP Code
5. Debtor's website (URL)	www.grandfusionhousewares.com	
6. Type of debtor	<input checked="" type="checkbox"/> Corporation (including Limited Liability Company (LLC) and Limited Liability Partnership (LLP)) <input type="checkbox"/> Partnership (excluding LLP) <input type="checkbox"/> Other. Specify:	

Debtor **Grand Fusion Housewares, LLC**
Name

Case number (if known)

7. Describe debtor's business

A. Check one:

- ☐ Health Care Business (as defined in 11 U.S.C. § 101(27A))
- ☐ Single Asset Real Estate (as defined in 11 U.S.C. § 101(51B))
- ☐ Railroad (as defined in 11 U.S.C. § 101(44))
- ☐ Stockbroker (as defined in 11 U.S.C. § 101(53A))
- ☐ Commodity Broker (as defined in 11 U.S.C. § 101(6))
- ☐ Clearing Bank (as defined in 11 U.S.C. § 781(3))
- ☒ None of the above

B. Check all that apply

- ☐ Tax-exempt entity (as described in 26 U.S.C. §501)
- ☐ Investment company, including hedge fund or pooled investment vehicle (as defined in 15 U.S.C. §80a-3)
- ☐ Investment advisor (as defined in 15 U.S.C. §80b-2(a)(11))

C. NAICS (North American Industry Classification System) 4-digit code that best describes debtor. See <http://www.uscourts.gov/four-digit-national-association-naics-codes>.

4552

8. Under which chapter of the Bankruptcy Code is the debtor filing?

A debtor who is a "small business debtor" must check the first sub-box. A debtor as defined in § 1182(1) who elects to proceed under subchapter V of chapter 11 (whether or not the debtor is a "small business debtor") must check the second sub-box.

Check one:

- ☐ Chapter 7
- ☐ Chapter 9

☒ Chapter 11. **Check all that apply:**

- ☐ The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D), and its aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$3,024,725. If this sub-box is selected, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return or if any of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
- ☒ The debtor is a debtor as defined in 11 U.S.C. § 1182(1), its aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$7,500,000, **and it chooses to proceed under Subchapter V of Chapter 11.** If this sub-box is selected, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return, or if any of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
- ☐ A plan is being filed with this petition.
- ☐ Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
- ☐ The debtor is required to file periodic reports (for example, 10K and 10Q) with the Securities and Exchange Commission according to § 13 or 15(d) of the Securities Exchange Act of 1934. File the *Attachment to Voluntary Petition for Non-Individuals Filing for Bankruptcy under Chapter 11* (Official Form 201A) with this form.
- ☐ The debtor is a shell company as defined in the Securities Exchange Act of 1934 Rule 12b-2.

☐ Chapter 12

9. Were prior bankruptcy cases filed by or against the debtor within the last 8 years?

If more than 2 cases, attach a separate list.

- ☒ No.
- ☐ Yes.

District	_____	When	_____	Case number	_____
District	_____	When	_____	Case number	_____

Debtor **Grand Fusion Housewares, LLC** Case number (if known) _____
Name

10. Are any bankruptcy cases pending or being filed by a business partner or an affiliate of the debtor? ☒ No ☐ Yes.

List all cases. If more than 1, attach a separate list

Debtor Relationship
District _____ When _____ Case number, if known _____

11. Why is the case filed in this district? Check all that apply:
- ☒ Debtor has had its domicile, principal place of business, or principal assets in this district for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other district.
- ☐ A bankruptcy case concerning debtor's affiliate, general partner, or partnership is pending in this district.

12. Does the debtor own or have possession of any real property or personal property that needs immediate attention? ☒ No ☐ Yes. Answer below for each property that needs immediate attention. Attach additional sheets if needed.
- Why does the property need immediate attention? (Check all that apply.)**
- ☐ It poses or is alleged to pose a threat of imminent and identifiable hazard to public health or safety.
What is the hazard? _____
- ☐ It needs to be physically secured or protected from the weather.
- ☐ It includes perishable goods or assets that could quickly deteriorate or lose value without attention (for example, livestock, seasonal goods, meat, dairy, produce, or securities-related assets or other options).
- ☐ Other _____
- Where is the property?** _____
Number, Street, City, State & ZIP Code
- Is the property insured?**
- ☐ No
- ☐ Yes. Insurance agency _____
Contact name _____
Phone _____

Statistical and administrative information

13. Debtor's estimation of available funds Check one:
- ☒ Funds will be available for distribution to unsecured creditors.
- ☐ After any administrative expenses are paid, no funds will be available to unsecured creditors.

14. Estimated number of creditors
- | | | |
|---|--|--|
| <input type="checkbox"/> 1-49 | <input type="checkbox"/> 1,000-5,000 | <input type="checkbox"/> 25,001-50,000 |
| <input checked="" type="checkbox"/> 50-99 | <input type="checkbox"/> 5001-10,000 | <input type="checkbox"/> 50,001-100,000 |
| <input type="checkbox"/> 100-199 | <input type="checkbox"/> 10,001-25,000 | <input type="checkbox"/> More than 100,000 |
| <input type="checkbox"/> 200-999 | | |

15. Estimated Assets
- | | | |
|---|--|--|
| <input type="checkbox"/> \$0 - \$50,000 | <input type="checkbox"/> \$1,000,001 - \$10 million | <input type="checkbox"/> \$500,000,001 - \$1 billion |
| <input type="checkbox"/> \$50,001 - \$100,000 | <input type="checkbox"/> \$10,000,001 - \$50 million | <input type="checkbox"/> \$1,000,000,001 - \$10 billion |
| <input checked="" type="checkbox"/> \$100,001 - \$500,000 | <input type="checkbox"/> \$50,000,001 - \$100 million | <input type="checkbox"/> \$10,000,000,001 - \$50 billion |
| <input type="checkbox"/> \$500,001 - \$1 million | <input type="checkbox"/> \$100,000,001 - \$500 million | <input type="checkbox"/> More than \$50 billion |

16. Estimated liabilities
- | | | |
|---|--|--|
| <input type="checkbox"/> \$0 - \$50,000 | <input checked="" type="checkbox"/> \$1,000,001 - \$10 million | <input type="checkbox"/> \$500,000,001 - \$1 billion |
|---|--|--|

Debtor	Grand Fusion Housewares, LLC		Case number (if known)	
Name				
	<input type="checkbox"/> \$50,001 - \$100,000	<input type="checkbox"/> \$10,000,001 - \$50 million	<input type="checkbox"/> \$1,000,000,001 - \$10 billion	
	<input type="checkbox"/> \$100,001 - \$500,000	<input type="checkbox"/> \$50,000,001 - \$100 million	<input type="checkbox"/> \$10,000,000,001 - \$50 billion	
	<input type="checkbox"/> \$500,001 - \$1 million	<input type="checkbox"/> \$100,000,001 - \$500 million	<input type="checkbox"/> More than \$50 billion	

Debtor **Grand Fusion Housewares, LLC**
Name

Case number (if known)

Request for Relief, Declaration, and Signatures

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

**17. Declaration and signature
of authorized
representative of debtor**

The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.

I have been authorized to file this petition on behalf of the debtor.

I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on **May 15, 2024**
MM / DD / YYYY

X /s/ Brendan Bauer
Signature of authorized representative of debtor

Title **Authorized Representative**

Brendan Bauer
Printed name

18. Signature of attorney

X /s/ Bryan C. Assink
Signature of attorney for debtor

Date **May 15, 2024**
MM / DD / YYYY

Bryan C. Assink
Printed name

Bonds Ellis Eppich Schafer Jones LLP
Firm name

420 Throckmorton Street, Suite 1000
Fort Worth, TX 76102
Number, Street, City, State & ZIP Code

Contact phone **817-405-6900**

Email address **bryan.assink@bondsellis.com**

24089009 TX

Bar number and State

**WRITTEN CONSENT IN LIEU OF SPECIAL MEETING
OF THE MANAGERS AND MAJORITY OF MEMBERS
OF GRAND FUSION HOUSEWARES, LLC**

Effective Date: April 8, 2024

The undersigned, being all of the managers (the “**Managers**”) and a majority-in-interest of the members (the “**Members**”) of **GRAND FUSION HOUSEWARES, LLC**, a Texas limited liability company (the “**Company**”), hereby waive notice of time, place, and purpose of a special meeting of the Managers and Members and hereby declare that when the undersigned have signed this Written Consent (this “**Consent**”), the following resolutions shall then be consented to, approved, and adopted to the same extent and with the same force and effect as if adopted at a special meeting of the Managers and Members, duly called and held for the purpose of acting upon a proposal to adopt such resolutions.

WHEREAS, the Managers and Members have considered presentations by the Company’s management (“**Management**”) and its legal and financial advisors (collectively, the “**Advisors**”) regarding (a) the assets, the current and long-term liabilities, the historical performance, liquidity, and prospects of the Company, (b) the strategic alternatives available to the Company, and (c) the potential effects of the foregoing on the Company’s business and stakeholders (collectively, the “**Strategic Alternatives**”); and

WHEREAS, the Managers and Members have received, reviewed, considered and discussed the recommendations of management and the Company’s advisors and fully considered the strategic alternatives available to the Company, including the relative risks and benefits of pursuing bankruptcy proceedings under the provisions of chapter 11 of title 11 of the United States Code (the “**Bankruptcy Code**”), and have determined that it is desirable and in the best interests of the Company, its creditors, its stockholders and other interested parties and stakeholders that the Company file a voluntary petition for relief to commence a case (the “**Bankruptcy Case**”) under chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Texas (the “**Bankruptcy Court**”).

NOW THEREFORE, BE IT RESOLVED, that the Company be, and hereby is, authorized, empowered, and directed to (i) file the Voluntary Petition pursuant to the Bankruptcy Code with Bankruptcy Court, or with any other appropriate bankruptcy court with jurisdiction; and (ii) perform any and all such acts as the Authorized Person (as defined below) determines to be necessary, required, advisable, or appropriate to effectuate the foregoing (the “**Related Actions**”);

RESOLVED FURTHER, that any officer, director, manager, or other authorized person of the Company or any of their delegates (each individually, an “**Authorized Person**” and collectively, the “**Authorized Persons**”) shall be, and each of them, acting alone, hereby is, authorized and empowered in the name of and on behalf of the Company to verify, modify (as necessary or desirable), execute, and/or file or cause to be filed the Petition, any ancillary documents, and all other schedules, lists, motions, applications, and other papers or documents necessary or desirable in connection with the foregoing in such form or forms as any such

Authorized Person may approve;

RESOLVED, FURTHER, that Brendan Bauer and Hilton Blieden, in their respective capacities as officers and/or managers of the Company, shall each be an Authorized Person and are each hereby authorized, empowered, and directed, for and in the name and on behalf of the Company, to (i) execute, file and deliver the Voluntary Petition, and (ii) perform any and all of the Related Actions;

RESOLVED, FURTHER, that each Authorized Person is hereby authorized, empowered, and directed, for and in the name and on behalf of the Company, to take such further actions and to execute, deliver, and file (i) such other documents, agreements, instruments, certificates, consents, instructions, and/or other assurances as may be necessary, required, advisable, or appropriate to consummate the Bankruptcy Case and as may be contemplated by the Voluntary Petition, and (ii) any supplements, modifications, or amendments to the Voluntary Petition as may, in the judgment of the Authorized Persons, be deemed necessary, required, advisable, or appropriate in connection with the Bankruptcy Case in each case, the Authorized Person's execution and delivery thereof to be conclusive evidence of such approval;

RESOLVED, FURTHER, that, in addition to, and without limiting in any manner, the authority granted by the Managers and Members hereunder, each Authorized Person is hereby authorized, empowered, and directed, for and in the name and on behalf of the Company, and with the authority to act without any other officer of the Company, to: (i) take, or cause to be taken, all such further action; (ii) do and perform, or cause to be done and performed, all such acts and things; (iii) execute and deliver, or cause to be executed and delivered, all such further documents, papers, agreements, instruments, certificates, consents, instructions, and/or other assurances of any type or description; and (iv) pay, or cause to be paid, any and all fees, charges, and costs of any type or description, all of which as may be necessary or advisable to effect the purposes and intent of the actions authorized and approved by the Managers and Members hereunder. The necessity, advisability, desirability, and propriety of the foregoing shall be conclusively established and evidenced by the actions taken by the Authorized Persons;

RESOLVED FURTHER, that each of the Authorized Persons, acting individually and with full power of substitution, be, and hereby is, authorized, empowered and directed to retain the following professionals on behalf of the Company: (i) Bryan Assink and the law firm of Bonds Ellis Eppich Schafer Jones LLP, as general bankruptcy counsel; and (ii) any other legal counsel, accountants, financial advisors, restructuring advisors, or other professionals as such Authorized Person deems necessary, appropriate, or advisable to represent and assist the Company in carrying out its duties and responsibilities and exercising its rights under the Bankruptcy Code and any applicable law (including, but not limited to, the law firms filing any pleadings or responses) and to take any and all actions to advance the rights and obligations of the Company, including filing any motions, objections, replies, applications, or pleadings; and in connection therewith, each of the Authorized Persons be, and hereby is authorized, empowered, and directed, in accordance with the terms and conditions hereof, to execute appropriate retention agreements, pay appropriate retainers, and to cause to be filed appropriate applications for authority to retain such services;

RESOLVED FURTHER, that each of the Authorized Persons be, and hereby are, authorized and empowered and directed to execute and file all petitions, schedules, motions, lists,

applications, pleadings, or other papers, and to perform such further actions and execute such further documentation that the Authorized Persons in their absolute discretion deem necessary, appropriate, or desirable in accordance with these resolutions;

RESOLVED FURTHER, that each Manager and Member have received sufficient notice of the actions and transactions relating to the matters contemplated by the foregoing resolutions, as may be required by the organizational documents of the Company, or hereby waive any right to have received such notice;

RESOLVED, FURTHER, that all actions of any nature whatsoever heretofore taken by the Authorized Persons and by each of the officers, agents, attorneys, and other representatives of the Company incidental to, contemplated by, arising out of or in connection with or otherwise relating to the actions authorized and approved by the Managers and Members hereunder are each hereby authorized, approved, ratified, confirmed, and adopted in all respects; and

RESOLVED, FURTHER, that this Consent may be executed in one or more counterparts (including by facsimile, email, PDF, or other electronic transmission), each of which will be deemed an original but all of which together will constitute one and the same instrument.

[SIGNATURE PAGE FOLLOWS]

IN WITNESS WHEREOF, the undersigned Managers and Members of the Company have executed this Consent to be effective as of the Effective Date.

MANAGERS:

Brendan Bauer
Brendan Bauer (Apr 9, 2024 08:26 CDT)
Brendan Bauer
Manager of Grand Fusion Housewares, LLC

HEBlieden
HEBlieden (Apr 8, 2024 20:37 PDT)
Hilton Blieden
Manager of Grand Fusion Housewares, LLC

Xiao
Xiao (Apr 8, 2024 19:55 PDT)
Xiaofei (Della) Ou
Manager of Grand Fusion Housewares, LLC

MEMBERS:

By: GRAND FUSION ROBS, INC., Member of Grand Fusion Housewares, LLC

By: *Brendan Bauer*
Brendan Bauer (Apr 9, 2024 08:26 CDT)
Brendan Bauer, Director

By: *HEBlieden*
HEBlieden (Apr 8, 2024 20:37 PDT)
Hilton Blieden, Director

By: *Xiao*
Xiao (Apr 8, 2024 19:56 PDT)
Xiaofei (Della) Ou, Director

**United States Bankruptcy Court
Northern District of Texas**

In re **Grand Fusion Housewares, LLC**

Debtor(s)

Case No.
Chapter

11

LIST OF EQUITY SECURITY HOLDERS

Following is the list of the Debtor's equity security holders which is prepared in accordance with rule 1007(a)(3) for filing in this Chapter 11 Case

Name and last known address or place of business of holder	Security Class	Number of Securities	Kind of Interest
Grand Fusion ROBS, Inc. 5636 Montreaux Drive Frisco, TX 75034		90%	
Lifeng Cen Room 1903, Friendship Bldg. No. 558 Renhe Rd. Cixi City 315300 Zhejiang Province China		10%	

DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF CORPORATION OR PARTNERSHIP

I, the **Authorized Representative** of the corporation named as the debtor in this case, declare under penalty of perjury that I have read the foregoing List of Equity Security Holders and that it is true and correct to the best of my information and belief.

Date **May 15, 2024**

Signature **/s/ Brendan Bauer**
Brendan Bauer

*Penalty for making a false statement of concealing property: Fine of up to \$500,000 or imprisonment for up to 5 years or both.
18 U.S.C. §§ 152 and 3571.*

Grand Fusion Housewares LLC
Balance sheet at 5/15/2024

May 15, 2024

ASSETS

Current Assets

Checking/Savings

Bank of Texas	98,952.06
US Bank Checking	-268.89
Clearing-Amazon CA	-237.78
Clearing-Amazon US	49,334.10
Undeposited Funds	606.05

Total Checking/Savings

148,385.54

Accounts Receivable

Accounts Receivable	41,984.88
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Total Accounts Receivable

41,984.88

Other Current Assets

Inventory Asset	161,473.95
Loan Grand Fusion Holdings Inc	1,849.76
Prepaid Expenses	30,000.00
Prepaid Vendors	53,201.92

Total Other Current Assets

246,525.63

Total Current Assets

436,896.05

Other Assets

Rental deposit

32,630.88

Total Other Assets

32,630.88

TOTAL ASSETS

469,526.93

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

Accounts Payable	886,610.13
Accrued expenses	45,000.00
Total Accounts Payable	931,610.13

Credit Cards

Amex Gold - GFH	60,343.46
Amex Gold - BB	60,911.77
Capital One Spark	19,982.78
Credit Card - US bank - DO _7554	12,848.73
Credit Card - US bank - DO _2355	35,438.02
Credit Card - US Bank - HB - BCG	9,109.55

Total Credit Cards

198,634.31

Other Current Liabilities

	Advance - Propella	299,476.00
	Advance - Silverline	76,159.00
	Advance Smart Business	97,632.00
	Advance LOC - Rapid Finance	45,770.86
		519,037.86
	LOC Wells Fargo	91,940.99
	LOC Braavo Bank	95,000.00
	Sublease deposit	46,732.72
	Total Other Current Liabilities	233,673.71
	Total Current Liabilities	1,882,956.01
	Long Term Liabilities	
	Loan : Celtic Bank	98,170.44
	Loan Midwest Bank	179,956.25
	Loan SBA (US Treasury)	325,000.00
	Loan Della Ou	182,086.12
	Loan Blieden Family Trust	4,707.13
	Loan Brendan Bauer (Heloc)	67,012.79
	Loan Brendan Bauer	394,356.43
	Total Long Term Liabilities	1,251,289.16
Total Liabilities		3,134,245.17
Equity		
	Common Stock	560,539.98
	Retained Earnings	-2,421,244.87
	Net Income	-804,013.35
Total Equity		-2,664,718.24
TOTAL LIABILITIES & EQUITY		469,526.93

Grand Fusion Housewares LLc

Income Statement - 1/1/2024 to 5/15/2024

	<u>Jan 1 - May 15, 24</u>
Ordinary Income/Expense	
Income	
Sales of Product Income	712,397.80
Total Income	712,397.80
Cost of Goods Sold	
Concealed Shortages	787.50
Cost Of Goods Sold	884,761.76
Payment Fees Shopify	17.99
Total COGS	885,567.25
Gross Profit	-173,169.45
Expense	
401(K) Fee	745.00
Advertising	110.37
Amazon Advertising fees	57,836.59
Amazon Consulting	9,721.87
Amazon FBA Subscription fees	11.35
Amazon Fulfilled Fee	2,500.97
Amazon Inbound Fees	18,240.66
Amazon label	336.67
Amazon Marketing	39.00
Amazon Other Fees	3,594.02
Amazon Selling Fees	48,741.29
Amazon Transation fees	92,882.61
Bad Debts	9,998.46
Bank Charges	1,347.28
BBB SCC Charges	3,035.62
Bookkeeping Services	1,797.60
Broker fee	80,460.58
Chargeback review	4,236.56
Commissions & fees	19,403.59
Computer Software - ERP	1,183.40
Consulting Fee - China Designer	311.67
Consulting Fees	6,200.00
Defectives & Lost Good	3,968.26
Discounts	7,360.54
Dues & Subscriptions	1,120.89
Ebay Fees	341.96
Equipment Rental	3,975.76
Freight & Delivery	19,598.09
Fulfilment Fee	1,318.90

Insurance		
	Insurance - Buy Sell	790.64
	Workers Comp	2,520.24
Total Insurance		3,310.88
Insurance - Liability		9,426.29
Interest Expense		27,705.51
IT Consulting		2,459.60
Legal & Professional Fees		6,971.50
Loan Fees		47,571.57
Merchant deposit fees		2,553.74
Office Expenses		-1,170.00
Packaging		92.24
Payroll		47,297.42
Payroll Expenses		1,359.84
Payroll Taxes		6,121.80
Payroll Termination		0.00
Promotional		2,896.06
Property Taxes		5,360.39
Rent or Lease		35,862.58
Repair & Maintenance		1,347.15
Sales Tax		236.30
Security		265.32
Shipping and delivery expense		9,705.41
Shipping Supplies		52.50
Subscriptions - ERP		9,117.30
Tax Preparation Fees		66.15
Taxes		800.00
Trade Shows		2,536.50
Utilities		2,922.05
Warehouse Costs		
	Pick / Pack charges	2,033.50
	Warehouse Costs - Other	4,433.17
Total Warehouse Costs		6,466.67
Website Email Marketing		240.00
Website Subscriptions		353.02
Total Expense		632,347.35
Net Ordinary Income		-805,516.80
Other Income/Expense		
Other Income		
Other income		1,503.45
Total Other Income		1,503.45
		1,503.45
Net Other Income		-804,013.35

Grand Fusion Housewares LLC

Cash flow statement

Period 1/1/2024 to 5/15/2024

	<u>Jan 1 - May 15, 24</u>
OPERATING ACTIVITIES	
Net Income	-804,013.35
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	182,320.51
Inventory Asset	841,696.69
Loan Grand Fusion Holdings Inc	-1,849.76
Prepaid Expenses	-86,749.55
Prepaid Trade Shows	2,536.50
Prepaid Vendors	-52,693.89
Accounts Payable	67,625.60
Amex Gold - GFH_HB	-23,809.76
Amex Gold_BB_GFH	-3,310.00
Capital One Spark	-5,036.36
Credit Card-DO # 7554	-1,147.00
Credit Card DO #2355	-2,388.00
Credit card_HB #9988	-3,083.03
Advance - Propella	111,119.00
Advance 2 - Silverline (extend)	-7,012.00
Advance_Silverline	-41,569.68
Amazon Loan	-47,437.12
Loan Celtic Bank	-4,931.92
Loan Della Ou	1,982.47
Loan Smart Business	-50,172.00
Loan Midwest Regional Bank(SBA)	-10,991.95
LOC Wells Fargo	-8,586.76
LOC Rapid Finance	-8,661.30
Parafin Amazon advance	-16,474.80
Sublease deposit	46,732.72
UK Vat	62.16
Net cash provided by Operating Activities	74,157.42
FINANCING ACTIVITIES	
Notes Payable	2,060.03
Net cash provided by Financing Activities	2,060.03
Net cash increase for period	76,217.45
Cash at beginning of period	72,168.09
Cash at end of period	<u>148,385.54</u>

2022 TAX RETURN FILING INSTRUCTIONS

U.S. RETURN OF PARTNERSHIP INCOME

FOR THE YEAR ENDING

December 31, 2022

Prepared for	Grand Fusion Housewares, LLC 12 Partridge Irvine, CA 92604
Prepared by	Foumberg, Juneja, Rocher & CO., P.C. 16311 Ventura Blvd. Suite #1180 Encino, CA 91436
To be signed and dated by	A member of the LLC
Amount of tax	Not applicable
Mail tax return to	This return has qualified for electronic filing. After you have reviewed your return for completeness and accuracy, please sign, date and return Form 8879-PE to our office. We will then submit your electronic return to the IRS.
Forms to be distributed to partners	Enclosed are copies of Schedule K-1 to be distributed to the members.
Return must be mailed on or before	Not applicable
Special Instructions	Do not mail the paper copy of the return to the IRS.

Two-Year Comparison - Partnership

2022

Name of partnership	Employer identification number
GRAND FUSION HOUSEWARES, LLC	** - *****

Description	Prior Year	Current Year	Increase (Decrease)
NUMBER OF PARTNERS	2.	2.	0.
TRADE OR BUSINESS INCOME OR LOSS:			
INCOME:			
GROSS RECEIPTS OR SALES	3,885,719.	5,204,189.	1,318,470.
LESS RETURNS AND ALLOWANCES	465.	84,941.	84,476.
SUBTOTAL	3,885,254.	5,119,248.	1,233,994.
COST OF GOODS SOLD:			
INVENTORY AT BEGINNING OF YEAR	1,022,226.	1,118,636.	96,410.
PURCHASES LESS ITEMS WITHDRAWN	1,874,264.	2,496,907.	622,643.
OTHER COSTS	30,637.	34,560.	3,923.
TOTAL	2,927,127.	3,650,103.	722,976.
INVENTORY AT END OF YEAR	1,118,636.	1,326,036.	207,400.
COST OF GOODS SOLD	1,808,491.	2,324,067.	515,576.
GROSS PROFIT	2,076,763.	2,795,181.	718,418.
TOTAL INCOME (LOSS)	2,076,763.	2,795,181.	718,418.
DEDUCTIONS:			
SALARIES AND WAGES	132,342.	298,581.	166,239.
REPAIRS AND MAINTENANCE	0.	4,504.	4,504.
BAD DEBTS	3,899.	276.	-3,623.
RENT	3,000.	178,880.	175,880.
TAXES AND LICENSES	16,614.	55,558.	38,944.
INTEREST	60,158.	94,637.	34,479.
DEPRECIATION	1,552.	53,831.	52,279.
OTHER DEDUCTIONS	1,920,149.	2,646,873.	726,724.
TOTAL DEDUCTIONS	2,137,714.	3,333,140.	1,195,426.
ORDINARY INCOME (LOSS)	-60,951.	-537,959.	-477,008.
SCHEDULE K:			
INCOME (LOSS):			
ORDINARY TRADE/BUSINESS INCOME/LOSS	-60,951.	-537,959.	-477,008.
CHARITABLE CONTRIBUTIONS	0.	1,002.	1,002.
OTHER:			

Two-Year Comparison - Partnership

2022

Name of partnership	Employer identification number
GRAND FUSION HOUSEWARES, LLC	** - *****

Description	Prior Year	Current Year	Increase (Decrease)
OTHER TAX-EXEMPT INCOME	7,565.	0.	-7,565.
NONDEDUCTIBLE EXPENSES	0.	4,260.	4,260.
OTHER ITEMS AND AMOUNTS	185,160.	5,081,949.	4,896,789.
SCHEDULE M-1:			
NET INCOME (LOSS) PER BOOKS	-53,386.	-543,221.	-489,835.
OTHER BOOK EXPENSES NOT ON SCH K	0.	4,260.	4,260.
TOTAL- NET BOOK INC THROUGH EXPENSE	-53,386.	-538,961.	-485,575.
OTHER BOOK INCOME NOT ON SCH K	7,565.	0.	-7,565.
TOTAL- BOOK INC THROUGH SCH K DED	7,565.	0.	-7,565.
INCOME (LOSS)	-60,951.	-538,961.	-478,010.
SCHEDULE M-2:			
CAPITAL AT BEGINNING OF YEAR	-91,344.	125,270.	216,614.
CAPITAL CONTRIBUTED DURING YEAR	270,000.	0.	-270,000.
NET INCOME (LOSS) PER BOOKS	-60,951.	-538,961.	-478,010.
OTHER INCREASES	7,565.	0.	-7,565.
TOTAL- BEGINNING CAP THROUGH INCR	125,270.	-413,691.	-538,961.
OTHER DECREASES	0.	4,260.	4,260.
TOTAL- CASH CONT THROUGH OTHER DECR	0.	4,260.	4,260.
CAPITAL BALANCE AT END OF YEAR	125,270.	-417,951.	-543,221.

Partner List

Name	GRAND FUSION HOUSEWARES, LLC	I.D. Number	** - *****
------	------------------------------	-------------	------------

Partner Number	Partner's Name, Address, and ZIP Code	Partner's Identification Number	Profit/Loss Ratio
4	GRAND FUSION HOLDINGS, INC. 12 PATRIDGE IRVINE, CA 92604	** - *****	.900000000
5	LIFENG CEN RM 19-3 FRIENDSHIP MANSION BAISHALU STREET CICI CITY, NINGBO, CHINA FOREIGN US	APPLIED FOR	.100000000

Form **8879-PE****E-file Authorization for Form 1065**

OMB No. 1545-0123

(For return of partnership income or administrative adjustment request)

ERO must obtain and retain completed Form 8879-PE.**Go to www.irs.gov/Form8879PE for the latest information.****2022**Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year beginning

, 2022, ending

,20

Name of partnership

GRAND FUSION HOUSEWARES, LLC

Employer identification number

-***

Part I Form 1065 Information (Whole dollars only)

1	Gross receipts or sales less returns and allowances (Form 1065, line 1c)	1	5,119,248.
2	Gross profit (Form 1065, line 3)	2	2,795,181.
3	Ordinary business income (loss) (Form 1065, line 22)	3	-537,959.
4	Net rental real estate income (loss) (Form 1065, Schedule K, line 2)	4	
5	Other net rental income (loss) (Form 1065, Schedule K, line 3c)	5	

Part II Declaration and Signature Authorization of Partner or Member or Partnership Representative

I declare under penalties of perjury that:

- 1a. If the Form 1065 is being transmitted as part of a return of partnership income, I am a partner or member of the named partnership.
- b. If the Form 1065 is being transmitted as part of an administrative adjustment request (AAR), I am the partnership representative (PR) of the named partnership.
2. I have examined a copy of the partnership's electronic Form 1065 (whether used as return or AAR) and accompanying forms, schedules, and statements, and to the best of my knowledge and belief, it/they is/are true, correct, and complete.
3. I am fully authorized to sign the return or AAR on behalf of the partnership.
4. The amounts shown in Part I above are the amounts shown on the electronic copy of the partnership's Form 1065.
5. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to transmit the partnership's return or AAR to the IRS and to receive from the IRS (a) an acknowledgment of receipt or reason for rejection of the transmission and (b) the reason for any delay in processing the return or AAR.
6. I have selected a personal identification number (PIN) as my signature for the partnership's electronic return of partnership income or AAR.

Partner's or Member or PR PIN: check one box only

☒ I authorize **FOUMBERG, JUNEJA, ROCHER & CO., P.C.** to enter my PIN **00002**
ERO firm name Don't enter all zeros
 as my signature on the partnership's 2022 electronically filed return of partnership income or AAR.

☐ As a Partner or Member or PR of the partnership, I will enter my PIN as my signature on the partnership's 2022 electronically filed return of partnership income or AAR..

Partner or Member or PR signature:

Title: **GENERAL PARTNER**

Date: _____

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN.

86278600003**Don't enter all zeros**

I certify that the above numeric entry is my PIN, which is my signature on the 2022 electronically filed return of partnership income or AAR for the partnership indicated above. I confirm that I am submitting this return or AAR in accordance with the requirements of **Pub. 3112**, IRS e-file Application and Participation, and **Pub. 4163**, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature: _____

Date: **08/30/23**

ERO Must Retain This Form - See Instructions
Don't Submit This Form to the IRS Unless Requested To Do So

For Paperwork Reduction Act Notice, see instructions.

Form **8879-PE** (2022)

Form **1065****U.S. Return of Partnership Income**

OMB No. 1545-0123

Department of the Treasury
Internal Revenue ServiceFor calendar year 2022, or tax year beginning _____, ending _____
Go to www.irs.gov/Form1065 for instructions and the latest information.**2022**

A Principal business activity RETAIL SALES B Principal product or service HOME ACCESSORIES C Business code number 444110	Type or Print	Name of partnership GRAND FUSION HOUSEWARES, LLC Number, street, and room or suite no. If a P.O. box, see instructions. 12 PARTRIDGE City or town, state or province, country, and ZIP or foreign postal code IRVINE CA 92604	D Employer identification number **-***** E Date business started 01/01/2021 F Total assets (see instr.) \$ 2,588,736.
---	---------------------	---	---

G Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return
H Check accounting method: (1) ☐ Cash (2) ☒ Accrual (3) ☐ Other (specify) _____
I Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year 2
J Check if Schedules C and M-3 are attached ☐
K Check if partnership: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes

Caution: Include **only** trade or business income and expenses on lines 1a through 22 below. See instructions for more information.

Income	1a Gross receipts or sales	1a	5,204,189.		
	b Returns and allowances	1b	84,941.		
	c Balance. Subtract line 1b from line 1a			1c	5,119,248.
	2 Cost of goods sold (attach Form 1125-A)			2	2,324,067.
	3 Gross profit. Subtract line 2 from line 1c			3	2,795,181.
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach statement)			4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))			5	
	6 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)			6	
Deductions (see instructions for limitations)	7 Other income (loss) (attach statement)			7	
	8 Total income (loss). Combine lines 3 through 7			8	2,795,181.
	9 Salaries and wages (other than to partners) (less employment credits)			9	298,581.
	10 Guaranteed payments to partners			10	
	11 Repairs and maintenance			11	4,504.
	12 Bad debts			12	276.
	13 Rent			13	178,880.
	14 Taxes and licenses SEE STATEMENT 1			14	55,558.
	15 Interest (see instructions)			15	94,637.
	16a Depreciation (if required, attach Form 4562)	16a	53,831.		
	b Less depreciation reported on Form 1125-A and elsewhere on return	16b		16c	53,831.
	17 Depletion (Do not deduct oil and gas depletion.)			17	
18 Retirement plans, etc.			18		
19 Employee benefit programs			19		
20 Other deductions (attach statement) SEE STATEMENT 2			20	2,646,873.	
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20			21	3,333,140.	
22 Ordinary business income (loss). Subtract line 21 from line 8			22	-537,959.	
Tax and Payment	23 Interest due under the look-back method-completed long-term contracts (attach Form 8697)			23	
	24 Interest due under the look-back method-income forecast method (attach Form 8866)			24	
	25 BBA AAR imputed underpayment (see instructions)			25	
	26 Other taxes (see instructions)			26	
	27 Total balance due. Add lines 23 through 26			27	
	28 Payment (see instructions)			28	
	29 Amount owed. If line 28 is smaller than line 27, enter amount owed			29	
	30 Overpayment. If line 28 is larger than line 27, enter overpayment			30	

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than partner or limited liability company member) is based on all information of which preparer has any knowledge.				
	Signature of partner or limited liability company member _____	Date _____	May the IRS discuss this return with the preparer shown below? See instr. <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
Paid Preparer Use Only	Print/Type preparer's name MARK A. LUCHT, CPA	Preparer's signature _____	Date 08/30/23	Check <input type="checkbox"/> if self-employed	PTIN P00112942
	Firm's name FOUMBERG, JUNEJA, ROCHER & CO., P.C.			Firm's EIN **-*****	
	Firm's address 16311 VENTURA BLVD. SUITE #1180 ENCINO, CA 91436			Phone no. (818) 981-6100	

Schedule B Other Information

1 What type of entity is filing this return? Check the applicable box:	Yes	No
a <input type="checkbox"/> Domestic general partnership		
c <input checked="" type="checkbox"/> Domestic limited liability company		
e <input type="checkbox"/> Foreign partnership		
b <input type="checkbox"/> Domestic limited partnership		
d <input type="checkbox"/> Domestic limited liability partnership		
f <input type="checkbox"/> Other		
2 At the end of the tax year:		
a Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization, or any foreign government own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership	X	
b Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership		X
3 At the end of the tax year, did the partnership:		
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below		X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below		X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity
4 Does the partnership satisfy all four of the following conditions?	Yes	No
a The partnership's total receipts for the tax year were less than \$250,000.		
b The partnership's total assets at the end of the tax year were less than \$ 1 million.		
c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.		
d The partnership is not filing and is not required to file Schedule M-3		X
If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; item F on page 1 of Form 1065; or item L on Schedule K-1.		
5 Is this partnership a publicly traded partnership, as defined in section 469(k)(2)?		X
6 During the tax year, did the partnership have any debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
7 Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
8 At any time during calendar year 2022, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR). If "Yes," enter the name of the foreign country		X
9 At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions		X
10 a Is the partnership making, or had it previously made (and not revoked), a sec. 754 election? See instr. for details regarding a sec. 754 election		X
b Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		X
c Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instruction		X

Form 1065 (2022)

GRAND FUSION HOUSEWARES, LLC

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Page 3

Schedule B Other Information (continued)

	Yes	No
11 Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly owned by the partnership throughout the tax year) <input type="checkbox"/>		
12 At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property?		X
13 If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect to Foreign Disregarded Entities (FDEs) and Foreign Branches (FBs), enter the number of Forms 8858 attached. See instructions		
14 Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership 1	X	
15 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return		
16 a Did you make any payments in 2022 that would require you to file Form(s) 1099? See instructions	X	
b If "Yes," did you or will you file required Form(s) 1099?	X	
17 Enter the number of Forms 5471, Information Return of U.S. Persons With Respect to Certain Foreign Corporations, attached to this return		
18 Enter the number of partners that are foreign governments under section 892		
19 During the partnership's tax year, did the partnership make any payments that would require it to file Form 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474)?		X
20 Was the partnership a specified domestic entity required to file Form 8938 for the tax year? See the Instructions for Form 8938		X
21 Is the partnership a section 721(c) partnership, as defined in Regulations section 1.721(c)-1(b)(14)?		X
22 During the tax year, did the partnership pay or accrue any interest or royalty for which one or more partners are not allowed a deduction under section 267A? See instructions If "Yes," enter the total amount of the disallowed deductions \$		X
23 Did the partnership have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions		X
24 Does the partnership satisfy one or more of the following? See instructions a The partnership owns a pass-through entity with current, or prior year carryover, excess business interest expense. b The partnership's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$27 million and the partnership has business interest expense. c The partnership is a tax shelter (see instructions) and the partnership has business interest expense. If "Yes" to any, complete and attach Form 8990.		X
25 Is the partnership attaching Form 8996 to certify as a Qualified Opportunity Fund? If "Yes," enter the amount from Form 8996, line 15 \$		X
26 Enter the number of foreign partners subject to section 864(c)(8) as a result of transferring all or a portion of an interest in the partnership or of receiving a distribution from the partnership Complete Schedule K-3 (Form 1065), Part XIII, for each foreign partner subject to section 864(c)(8) on a transfer or distribution.		
27 At any time during the tax year, were there any transfers between the partnership and its partners subject to the disclosure requirements of Regulations section 1.707-8?		X
28 Since December 22, 2017, did a foreign corporation directly or indirectly acquire substantially all of the properties constituting a trade or business of your partnership, and was the ownership percentage (by vote or value) for purposes of section 7874 greater than 50% (for example, the partners held more than 50% of the stock of the foreign corporation)? If "Yes," list the ownership percentage by vote and by value. See instructions. Percentage: By vote By value		X
29 Reserved for future use		
30 Is the partnership electing out of the centralized partnership audit regime under section 6221(b)? See instructions If "Yes," the partnership must complete Sch. B-2 (Form 1065). Enter the total from Sch. B-2, Part III, line 3 If "No," complete Designation of Partnership Representative below.		X

Designation of Partnership Representative (see instructions)

Enter below the information for the partnership representative (PR) for the tax year covered by this return.

Name of PR

U.S. address of PR	U.S. phone number of PR
--------------------	-------------------------

If the PR is an entity, name of the designated individual for the PR

U.S. address of designated individual	U.S. phone number of designated individual
---------------------------------------	--

Schedule K Partners' Distributive Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 22)	1	-537,959.
	2 Net rental real estate income (loss) (attach Form 8825)	2	
	3a Other gross rental income (loss)	3a	
	b Expenses from other rental activities (attach statement)	3b	
	c Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4 Guaranteed payments: a Services 4a b Capital 4b	4c	
	c Total. Add lines 4a and 4b	4c	
	5 Interest income	5	
	6 Dividends and dividend equivalents: a Ordinary dividends b Qualified dividends 6b c Dividend equivalents 6c	6a	
	7 Royalties	7	
	8 Net short-term capital gain (loss) (attach Schedule D (Form 1065))	8	
Income (Loss)	9a Net long-term capital gain (loss) (attach Schedule D (Form 1065))	9a	
	b Collectibles (28%) gain (loss) 9b		
	c Unrecaptured section 1250 gain (attach statement) 9c		
10 Net section 1231 gain (loss) (attach Form 4797)	10		
11 Other income (loss) (see instructions) Type	11		
Deductions	12 Section 179 deduction (attach Form 4562)	12	
	13a Contributions SEE STATEMENT 3	13a	1,002.
	b Investment interest expense	13b	
	c Section 59(e)(2) expenditures: (1) Type (2) Amount	13c(2)	
d Other deductions (see instructions) Type	13d		
Self-Employment	14a Net earnings (loss) from self-employment	14a	
	b Gross farming or fishing income	14b	
	c Gross nonfarm income	14c	
Credits	15a Low-income housing credit (section 42(j)(5))	15a	
	b Low-income housing credit (other)	15b	
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	15c	
	d Other rental real estate credits (see instructions) Type	15d	
	e Other rental credits (see instructions) Type	15e	
	f Other credits (see instructions) Type	15f	
Inter-national	16 Attach Schedule K-2 (Form 1065), Partners' Distributive Share Items-International, and check this box to indicate that you are reporting items of international tax relevance <input checked="" type="checkbox"/> X		
Alternative Minimum Tax (AMT) items	17a Post-1986 depreciation adjustment	17a	
	b Adjusted gain or loss	17b	
	c Depletion (other than oil and gas)	17c	
	d Oil, gas, and geothermal properties - gross income	17d	
	e Oil, gas, and geothermal properties - deductions	17e	
	f Other AMT items (attach statement)	17f	
Other Information	18a Tax-exempt interest income	18a	
	b Other tax-exempt income	18b	
	c Nondeductible expenses SEE STATEMENT 4	18c	4,260.
	19a Distributions of cash and marketable securities	19a	
	b Distributions of other property	19b	
	20a Investment income	20a	
	b Investment expenses	20b	
	c Other items and amounts (attach statement) STMT 5		
21 Total foreign taxes paid or accrued	21		

Analysis of Net Income (Loss) per Return

1 Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 21						1	-538,961.
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt Organization	(vi) Nominee/Other	
	a General partners						
	b Limited partners	-538,961.					

Schedule L Balance Sheets per Books

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		67,161.		193,032.
2a Trade notes and accounts receivable	490,416.		559,926.	
b Less allowance for bad debts		490,416.		559,926.
3 Inventories		1,118,636.		1,326,036.
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach statement)	STATEMENT 6	249,572.		357,852.
7a Loans to partners (or persons related to partners)				
b Mortgage and real estate loans				
8 Other investments (attach statement)				
9a Buildings and other depreciable assets	53,610.		107,441.	
b Less accumulated depreciation	53,610.		107,441.	
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only)	161,896.		171,068.	
b Less accumulated amortization	40,746.	121,150.	51,809.	119,259.
13 Other assets (attach statement)	STATEMENT 7			32,631.
14 Total assets		2,046,935.		2,588,736.
Liabilities and Capital				
15 Accounts payable		337,979.		757,378.
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach statement)	STATEMENT 8	263,724.		922,440.
18 All nonrecourse loans				
19a Loans from partners (or persons related to partners)		503,739.		618,035.
b Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach statement)	STATEMENT 9	816,223.		708,834.
21 Partners' capital accounts		125,270.		-417,951.
22 Total liabilities and capital		2,046,935.		2,588,736.

Schedule M-1 Reconciliation of Income (Loss) per Books With Analysis of Net Income (Loss) per Return

Note: The partnership may be required to file Schedule M-3. See instructions.

1 Net income (loss) per books	-543,221.	6 Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize):		a Tax-exempt interest \$	
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 13d, and 21, not charged against book income this year (itemize):	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 21 (itemize):		a Depreciation \$	
STMT 11 4,260.		8 Add lines 6 and 7	
a Depreciation \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	-538,961.
b Travel and entertainment \$	4,260.		
5 Add lines 1 through 4	-538,961.		

Schedule M-2 Analysis of Partners' Capital Accounts

1 Balance at beginning of year	125,270.	6 Distributions: a Cash	
2 Capital contributed: a Cash		b Property	
b Property		7 Other decreases (itemize):	
3 Net income (loss) (see instructions)	-538,961.	STMT 12	4,260.
4 Other increases (itemize):		8 Add lines 6 and 7	4,260.
5 Add lines 1 through 4	-413,691.	9 Balance at end of year. Subtract line 8 from line 5	-417,951.

**SCHEDULE K-2
(Form 1065)****Partners' Distributive Share Items - International**

OMB No. 1545-0123

Attach to Form 1065.

2022Department of the Treasury
Internal Revenue ServiceGo to www.irs.gov/Form1065 for instructions and the latest information.

Name of partnership

GRAND FUSION HOUSEWARES, LLC

Employer identification number (EIN)

-***

A Is the partnership a withholding foreign partnership?☐ Yes ☒ No

If "Yes," enter your WP-EIN _____

B Is the partnership (including the home office or any branch) a qualified derivatives dealer?☐ Yes ☒ No

If "Yes," enter your QI-EIN _____

C Check to indicate the parts of Schedule K-2 that apply.

	Yes	No
1 Does Part I apply? If "Yes," complete and attach Part I		<input checked="" type="checkbox"/>
2 Does Part II apply? If "Yes," complete and attach Part II	<input checked="" type="checkbox"/>	
3 Does Part III apply? If "Yes," complete and attach Part III	<input checked="" type="checkbox"/>	
4 Does Part IV apply? If "Yes," complete and attach Part IV		<input checked="" type="checkbox"/>
5 Does Part V apply? If "Yes," complete and attach Part V		<input checked="" type="checkbox"/>
6 Does Part VI apply? If "Yes," complete and attach Part VI		<input checked="" type="checkbox"/>

	Yes	No
7 Does Part VII apply? If "Yes," complete and attach Part VII		<input checked="" type="checkbox"/>
8 Does Part VIII apply? If "Yes," complete and attach Part VIII		<input checked="" type="checkbox"/>
9 Does Part IX apply? If "Yes," complete and attach Part IX		<input checked="" type="checkbox"/>
10 Does Part X apply? If "Yes," complete and attach Part X		<input checked="" type="checkbox"/>
11 Does Part XI apply? If "Yes," complete and attach Part XI		<input checked="" type="checkbox"/>
12 Reserved for future use		

Part I Partnership's Other Current Year International Information

Check box(es) for additional specified attachments. See instructions.

- | | | | |
|--|---|--|--|
| <input type="checkbox"/> 1. Gain on personal property sale | <input type="checkbox"/> 5. High-taxed income | <input type="checkbox"/> 8. Form 5471 information | <input type="checkbox"/> 11. Dual consolidated loss |
| <input type="checkbox"/> 2. Foreign oil and gas taxes | <input type="checkbox"/> 6. Section 267A disallowed deduction | <input type="checkbox"/> 9. Other forms | <input type="checkbox"/> 12. Reserved for future use |
| <input type="checkbox"/> 3. Splitter arrangements | <input type="checkbox"/> 7. Form 8858 information | <input type="checkbox"/> 10. Partner loan transactions | <input type="checkbox"/> 13. Other international items |
| <input type="checkbox"/> 4. Foreign tax translation | | | (attach description and statement) |

Part II Foreign Tax Credit Limitation**Section 1 - Gross Income**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
1 Sales							
A US	5,119,248.	0.	0.	0.	0.	0.	5,119,248.
B							
C							
2 Gross income from performance of services							
A							
B							
C							
3 Gross rental real estate income							
A							
B							
C							
4 Other gross rental income							
A							
B							
C							

For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

Schedule K-2 (Form 1065) 2022

Schedule K-2 (Form 1065) 2022

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Name of partnership

GRAND FUSION HOUSEWARES, LLC

EIN

**** - *******

Part II Foreign Tax Credit Limitation (continued)

Section 1 - Gross Income (continued)

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
5 Guaranteed payments							
6 Interest income							
A							
B							
C							
7 Ordinary dividends (exclude amount on line 8)							
A							
B							
C							
8 Qualified dividends							
A							
B							
C							
9 Reserved for future use							
10 Royalties and license fees							
A							
B							
C							
11 Net short-term capital gain							
A							
B							
C							
12 Net long-term capital gain							
A							
B							
C							
13 Collectibles (28%) gain							
A							
B							
C							
14 Unrecaptured section 1250 gain							
A							
B							
C							

Schedule K-2 (Form 1065) 2022

Schedule K-2 (Form 1065) 2022

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Name of partnership

GRAND FUSION HOUSEWARES, LLC

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Part II Foreign Tax Credit Limitation (continued)

Section 1 - Gross Income (continued)

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
15 Net section 1231 gain							
A							
B							
C							
16 Section 986(c) gain							
17 Section 987 gain							
18 Section 988 gain							
19 Section 951(a) inclusions							
A							
B							
C							
20 Other income (see instructions)							
A							
B							
C							
21 Reserved for future use							
A							
B							
C							
22 Reserved for future use							
A							
B							
C							
23 Reserved for future use							
A							
B							
C							
24 Total gross income (combine lines 1 through 23)	5,119,248.						5,119,248.
A US	5,119,248.	0.	0.	0.	0.	0.	5,119,248.
B							
C							

Schedule K-2 (Form 1065) 2022

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Name of partnership

GRAND FUSION HOUSEWARES, LLC

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Part II Foreign Tax Credit Limitation (continued)**Section 2 - Deductions**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
25 Expenses allocable to sales income ...	5,657,207.						5,657,207.
26 Expenses allocable to gross income from performances of services							
27 Net short-term capital loss							
28 Net long-term capital loss							
29 Collectibles loss							
30 Net section 1231 loss							
31 Other losses							
32 Research & experimental (R&E) expenses							
A SIC code:							
B SIC code:							
C SIC code:							
33 Allocable rental expenses - depreciation, depletion, and amortization							
34 Allocable rental expenses - other than depreciation, depletion, and amortization							
35 Allocable royalty and licensing expenses - depreciation, depletion, and amortization							
36 Allocable royalty and licensing expenses - other than depreciation, depletion, and amortization							
37 Depreciation not included on line 33 or 35							
38 Charitable contributions	1,002.						1,002.
39 Interest expense specifically allocable under Regulations section 1.861-10(e)							
40 Other interest expense specifically allocable under Regulations section 1.861-10T							
41 Other interest expense - business							
42 Other interest expense - investment ...							
43 Other interest expense - passive activity							
44 Section 59(e)(2) expenditures, excluding R&E expenses on line 32							
45 Foreign taxes not creditable but deductible							

Schedule K-2 (Form 1065) 2022

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Name of partnership

GRAND FUSION HOUSEWARES, LLC

EIN

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Part II Foreign Tax Credit Limitation (continued)**Section 2 - Deductions (continued)**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
46 Section 986(c) loss							
47 Section 987 loss							
48 Section 988 loss							
49 Other allocable deductions (see instructions)							
50 Other apportioned share of deductions (see instructions)							
51 Reserved for future use							
52 Reserved for future use							
53 Reserved for future use							
54 Total deductions (combine lines 25 through 53)	5,658,209.						5,658,209.
55 Net income (loss) (subtract line 54 from line 24)	-538,961.						-538,961.

Part III Other Information for Preparation of Form 1116 or 1118**Section 1 - R&E Expenses Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code) (country code)		
1 Gross receipts by SIC code							
A SIC code:							
B SIC code:							
C SIC code:							
E SIC code:							
E SIC code:							
F SIC code:							
2 Exclusive apportionment with respect to total R&E expenses entered on Part II, line 32. Enter the following.							
A R&E expense with respect to activity performed in the United States							
(i) SIC code:						2A(i)	
(ii) SIC code:						2A(ii)	
(iii) SIC code:						2A(iii)	
B R&E expense with respect to activity performed outside the United States							
(i) SIC code:						2B(i)	
(ii) SIC code:						2B(ii)	
(iii) SIC code:						2B(iii)	

Schedule K-2 (Form 1065) 2022

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Name of partnership

GRAND FUSION HOUSEWARES, LLC

EIN

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Part III Other Information for Preparation of Form 1116 or 1118 (continued)**Section 2 - Interest Expense Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code _____) (country code _____)		
1 Total average value of assets	2,317,836.						2,317,836.
2 Sections 734(b) and 743(b) adjustment to assets - average value							
3 Assets attracting directly allocable interest expense under Regulations section 1.861-10(e)							
4 Other assets attracting directly allocable interest expense under Regulations section 1.861-10T							
5 Assets excluded from apportionment formula							
6a Total assets used for apportionment (subtract the sum of lines 3, 4, and 5 from the sum of lines 1 and 2)	2,317,836.						2,317,836.
b Assets attracting business interest expense							
c Assets attracting investment interest expense							
d Assets attracting passive activity interest expense							
7 Basis in stock of 10%-owned noncontrolled foreign corporations (see attachment)							
8 Basis in stock of CFCs (see attachment)							

Section 3 - Foreign-Derived Intangible Income (FDII) Deduction Apportionment Factors

Description	(a) U.S. source	Foreign Source			(e) Sourced by partner	(f) Total
		(b) Passive category income	(c) General category income	(d) Other (category code _____) (country code _____)		
1 Foreign-derived gross receipts						
2 Cost of goods sold						
3 Partnership deductions allocable to foreign-derived gross receipts						
4 Other partnership deductions apportioned to foreign-derived gross receipts						

Schedule K-2 (Form 1065) 2022

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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes

Description	(a) Type of tax	(b) Section 951A category income		(c) Foreign branch category income		
		U.S.	Foreign	U.S.	Foreign	Partner
1 Direct (section 901 or 903) foreign taxes: <input type="checkbox"/> Paid <input type="checkbox"/> Accrued						
A						
B						
C						
D						
E						
F						
2 Reduction of taxes (total)						
A Taxes on foreign mineral income						
B Reserved for future use						
C International boycott provisions						
D Failure-to-file penalties						
E Taxes with respect to splitter arrangements						
F Taxes on foreign corporate distributions						
G Other						
3 Foreign tax redeterminations						
A						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
B						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
C						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
4 Reserved for future use						
5 Reserved for future use						
6 Reserved for future use						

Schedule K-2 (Form 1065) 2022

Schedule K-2 (Form 1065) 2022

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Name of partnership

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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes (continued)

	(d) Passive category income			(e) General category income			(f) Other (category code)	(g) Total
	U.S.	Foreign	Partner	U.S.	Foreign	Partner		
1								
A								
B								
C								
D								
E								
F								
2								
A								
B								
C								
D								
E								
F								
G								
3								
A								
B								
C								
4								
5								
6								

Section 5 - Other Tax Information

Description	(a) U.S. source	Foreign Source					(g) Sourced by partner	(h) Total
		(b) Section 951A category income	(c) Foreign branch category income	(d) Passive category income	(e) General category income	(f) Other (category code _____) (country code _____)		
1 Section 743(b) positive income adjustment								
2 Section 743(b) negative income adjustment								
3 Reserved for future use								
4 Reserved for future use								

Form **1125-A**

Cost of Goods Sold

(Rev. November 2018)

Department of the Treasury
Internal Revenue Service

▶ **Attach to Form 1120, 1120-C, 1120-F, 1120S, or 1065.**
▶ **Go to www.irs.gov/Form1125A for the latest information.**

OMB No. 1545-0123

Name		Employer identification number
GRAND FUSION HOUSEWARES, LLC		**-*****
1	Inventory at beginning of year	1,118,636.
2	Purchases	2,496,907.
3	Cost of labor	
4	Additional section 263A costs (attach schedule)	
5	Other costs (attach schedule) SEE STATEMENT 13	34,560.
6	Total. Add lines 1 through 5	3,650,103.
7	Inventory at end of year	1,326,036.
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	2,324,067.

9 a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☐ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of Section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☒ No
If "Yes," attach explanation.

For Paperwork Reduction Act Notice, see separate instructions.

Form 1125-A (Rev. 11-2018)

**SCHEDULE B-1
(Form 1065)**(Rev. August 2019)
Department of the Treasury
Internal Revenue Service**Information on Partners Owning 50% or
More of the Partnership**

▶ Attach to Form 1065.

OMB No. 1545-0123

▶ Go to www.irs.gov/Form1065 for the latest information.

Name of partnership

Employer identification number

GRAND FUSION HOUSEWARES, LLC

-***

Part I Entities Owning 50% or More of the Partnership (Form 1065, Schedule B, Question 2a (Question 3a for 2009 through 2017))

Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, tax-exempt organization, or any foreign government that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital
GRAND FUSION HOLDINGS, INC.	**-*****	CORPORATION	UNITED STATES	90.00

Part II Individuals or Estates Owning 50% or More of the Partnership (Form 1065, Schedule B, Question 2b (Question 3b for 2009 through 2017))

Complete columns (i) through (iv) below for any individual or estate that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

Schedule B-1 (Form 1065) (Rev. 8-2019)

Form **4562****Depreciation and Amortization**
(Including Information on Listed Property)

OTHER

OMB No. 1545-0172

2022Attachment
Sequence No. **179**Department of the Treasury
Internal Revenue ServiceGo to www.irs.gov/Form4562 for instructions and the latest information.

Attach to your tax return.

Name(s) shown on return

Business or activity to which this form relates

Identifying number

GRAND FUSION HOUSEWARES, LLC**PARTNERSHIP ACTIVITY**

-***

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2021 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2023. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	53,831.
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property. See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2022	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2022 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2022 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year	/		30 yrs.	MM	S/L	
d 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	53,831.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Form 4562 (2022)

GRAND FUSION HOUSEWARES, LLC

** - * * * * * Page 2

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.**Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)****24a** Do you have evidence to support the business/investment use claimed? ☐ **Yes** ☐ **No** **24b** If "Yes," is the evidence written? ☐ **Yes** ☐ **No**

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
--	-------------------------------------	--	-------------------------------	--	---------------------------	------------------------------	----------------------------------	---------------------------------------

25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use**25****26** Property used more than 50% in a qualified business use:

	:	:	%					
	:	:	%					
	:	:	%					

27 Property used 50% or less in a qualified business use:

	:	:	%			S/L -		
	:	:	%			S/L -		
	:	:	%			S/L -		

28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1**28****29** Add amounts in column (i), line 26. Enter here and on line 7, page 1**29****Section B - Information on Use of Vehicles**

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle	(b) Vehicle	(c) Vehicle	(d) Vehicle	(e) Vehicle	(f) Vehicle
30 Total business/investment miles driven during the year (don't include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons.

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
-----------------------------	------------------------------------	------------------------------	------------------------	---	--------------------------------------

42 Amortization of costs that begins during your 2022 tax year:

SEE STATEMENT 14	:	:			270.
------------------	---	---	--	--	------

43 Amortization of costs that began before your 2022 tax year **STMT 15** **43** 10,793.**44** **Total.** Add amounts in column (f). See the instructions for where to report **44** 11,063.

2022 DEPRECIATION AND AMORTIZATION REPORT

PARTNERSHIP ACTIVITY

OTHER 1

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
1	TRADEMARKS	05/12/16		180M		43	9,225.				9,225.	3,485.		615.	4,100.
2	PATENTS & TRADEMARKS	07/01/16		180M		43	35,005.				35,005.	9,336.		2,334.	11,670.
3	DIES	07/01/16		180M		43	13,745.				13,745.	3,664.		916.	4,580.
4	MOLDS	07/01/16		180M		43	3,300.				3,300.	880.		220.	1,100.
5	LEMON SHAPE FRIDGE HOLDE	01/01/18		180M		43	2,000.				2,000.	532.		133.	665.
11	WASTE BIN GRIPS	01/16/18		180M		43	1,300.				1,300.	340.		87.	427.
12	ICY BEV KOOLER 1.1	01/22/18		180M		43	11,167.				11,167.	2,914.		744.	3,658.
13	SPATULA MOLD - ONE TWIST	02/09/18		180M		43	2,500.				2,500.	654.		167.	821.
14	ICY BEV KOOLER	04/14/18		180M		43	12,167.				12,167.	3,041.		811.	3,852.
15	BUTTER ONCE	05/03/18		180M		43	1,587.				1,587.	389.		106.	495.
16	TOOLING FOR ICY BEV PLUG	06/26/18		180M		43	1,200.				1,200.	280.		80.	360.
17	TOOLING - OVER THE TOP LID	08/21/18		180M		43	2,799.				2,799.	623.		187.	810.
18	SMALL SLAT WALL - WHITE	01/10/18	200DB	7.00	HY	17	810.			810.				0.	
19	ALUMINUM PROFILES & BASE	01/10/18	200DB	7.00	HY	17	1,052.			1,052.				0.	
20	FLIGHT CASES FOR BOOTH	01/10/18	200DB	7.00	HY	17	900.			900.				0.	
21	PEDESTAL STANDS/CABINETS	01/10/18	200DB	7.00	HY	17	900.			900.				0.	
22	ECRM - 2018 BOOTH	03/31/18	200DB	7.00	HY	17	9,500.			9,500.				0.	
23	IHA BOOTH	06/07/18	200DB	7.00	HY	17	3,200.			3,200.				0.	

228111 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

2022 DEPRECIATION AND AMORTIZATION REPORT

PARTNERSHIP ACTIVITY

OTHER 1

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
24	GMDC MATERIALS	06/10/18	200DB	7.00	HY	17	4,390.			4,390.				0.	
25	IHA EXHIBITOR SALES	08/28/18	200DB	7.00	HY	17	3,650.			3,650.				0.	
26	EMERALD EXPO - ECRM BOOTH	12/07/18	200DB	7.00	HY	17	4,934.			4,934.				0.	
27	GMDC MATERIALS	12/31/18	200DB	7.00	HY	17	3,300.			3,300.				0.	
28	PATENT - ICY BEV	01/31/18		180M		43	2,300.				2,300.	600.		153.	753.
29	PATENT - ICY BEV	03/14/18		180M		43	5,000.				5,000.	1,277.		333.	1,610.
30	PATENT - ICY BEV UTILITY	05/03/18		180M		43	3,300.				3,300.	807.		220.	1,027.
31	MEXICO TM - TRAVEL FUSION	06/05/18		180M		43	2,003.				2,003.	480.		134.	614.
32	PATENT - ICY BEV LOUIS C PAUL	06/22/18		180M		43	5,150.				5,150.	1,201.		343.	1,544.
33	PATENT - LEGAL CHINA - ICY BEV & STOW'N GO	07/20/18		180M		43	2,586.				2,586.	588.		172.	760.
34	PATENT - STOW'N GO	09/13/18		180M		43	1,500.				1,500.	333.		100.	433.
35	PATENT - TRAVEL FUSION (WORDS)TM	10/09/18		180M		43	600.				600.	130.		40.	170.
36	PATENT - TRAVEL FUSION (LOGO) TM	10/09/18		180M		43	1,000.				1,000.	218.		67.	285.
37	PATENT - STOW'N GO 2	11/06/18		180M		43	1,424.				1,424.	301.		95.	396.
38	DIES AND MOLDS - FANGDA	01/31/19		180M		43	11,875.				11,875.	2,310.		792.	3,102.
39	DIES AND MOLDS - RENCO	02/25/19		180M		43	2,915.				2,915.	550.		194.	744.
40	PATENT	01/31/19		180M		43	400.				400.	78.		27.	105.
41	LOUIS C PAUL	02/26/19		180M		43	1,100.				1,100.	207.		73.	280.

228111 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

2022 DEPRECIATION AND AMORTIZATION REPORT

PARTNERSHIP ACTIVITY

OTHER 1

Asset No.	Description	Date Acquired	Method	Life	C o n v	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
42	PATENT	11/26/19		180M		43	2,264.				2,264.	315.		151.	466.
43	COMPUTER EQUIPMENT	06/01/19	200DB	5.00	HY	17	1,366.			1,366.				0.	
44	TRADE SHOW - TRAVEL SHOW SNAP PANELS	02/15/19	200DB	7.00	HY	17	2,998.			2,998.				0.	
45	TRADE SHOW BOOTH	05/22/19	200DB	7.00	HY	17	1,861.			1,861.				0.	
46	TRADE SHOW BOOTH	07/31/19	200DB	7.00	HY	17	3,000.			3,000.				0.	
47	TRADE SHOW BOOTH - MISC	04/19/19	200DB	7.00	HY	17	4,336.			4,336.				0.	
48	TOOLING	05/31/18		180M		43	4,085.				4,085.	544.		272.	816.
49	DELLA XPS 13 LAPTOP	07/18/20	200DB	5.00	HY	17	1,491.			1,491.				0.	
50	HB LAPTOP	07/30/20	200DB	5.00	HY	17	1,983.			1,983.				0.	
51	BB LAPTOP	07/30/20	200DB	5.00	HY	17	2,005.			2,005.				0.	
52	SIGNAGE FOR DISPLAY	03/02/20	200DB	7.00	HY	17	383.			383.				0.	
53	TRAVEL HANGER - PATENT	10/14/20		180M		43	2,709.				2,709.	226.		181.	407.
54	MOLDS - SINGLE WALL BOTTLE	01/06/20		180M		43	1,650.				1,650.	220.		110.	330.
55	MOLDS - INK CHARGES - PMS	03/13/20		180M		43	150.				150.	18.		10.	28.
61	COMPUTER EQUIPMENT	07/01/21	200DB	5.00	HY	17	1,552.			1,552.				0.	
67	DIES	07/01/21		180M		43	1,940.				1,940.	65.		129.	194.
68	PATENT-LEAKPROOF BAKING MAT	07/01/21		180M		43	1,619.				1,619.	54.		108.	162.
74	TRADEMARK-SLUSHIE SLV	07/01/21		180M		43	1,150.				1,150.	38.		77.	115.

228111 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

2022 DEPRECIATION AND AMORTIZATION REPORT

PARTNERSHIP ACTIVITY

OTHER 1

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
75	PATENT-APPLE CORER	07/01/21		180M		43	1,681.				1,681.	56.		112.	168.
76	PATENT-STOW N GO	07/01/21		180M		43	2,174.				2,174.	72.		145.	217.
77	CANADIAN TRADEMARKS	07/01/21		180M		43	4,223.				4,223.	141.		282.	423.
78	MEXICAN TRADEMARK	07/01/21		180M		43	1,102.				1,102.	37.		73.	110.
79	MOLDS - TOOLING YITONG SILICONE	05/16/22		180M		42	2,497.				2,497.			97.	97.
80	PATENT	04/07/22		180M		42	930.				930.			47.	47.
81	PATENT	10/03/22		180M		42	1,243.				1,243.			21.	21.
82	PATENT	10/08/22		180M		42	485.				485.			8.	8.
83	PATENT	10/20/22		180M		42	884.				884.			10.	10.
84	PATENT	11/09/22		180M		42	1,250.				1,250.			14.	14.
85	EQUIPMENT - PALLET JACK WITH SCALE	02/27/22	200DB	7.00	HY	19C	2,273.			2,273.				2,273.	
86	EQUIPMENT - WAREHOUSE EQ	05/09/22	200DB	7.00	HY	19C	1,430.			1,430.				1,430.	
87	EQUIPMENT - ZIG LIFE	06/28/22	200DB	7.00	HY	19C	4,729.			4,729.				4,729.	
88	EQUIPMENT - JOHNSON EQ	09/22/22	200DB	7.00	HY	19C	14,841.			14,841.				14,841.	
89	EQUIPMENT - ZIG LIFE	12/02/22	200DB	7.00	HY	19C	9,537.			9,537.				9,537.	
90	FURNITURE - TABLES & CHAIRS	05/20/22	200DB	7.00	HY	19C	1,204.			1,204.				1,204.	
91	FURNITURE - IKEA	05/31/22	200DB	7.00	HY	19C	2,056.			2,056.				2,056.	
92	FURNITURE - METAL SHELVES	06/03/22	200DB	7.00	HY	19C	1,369.			1,369.				1,369.	

228111 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

2022 DEPRECIATION AND AMORTIZATION REPORT

PARTNERSHIP ACTIVITY

OTHER 1

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
93	FURNITURE - OFFICE CHAIR	06/03/22	200DB	7.00	HY	19C	635.			635.				635.	
94	FURNITURE - USED	06/11/22	200DB	7.00	HY	19C	1,454.			1,454.				1,454.	
95	FURNITURE - IKEA	06/11/22	200DB	7.00	HY	19C	512.			512.				512.	
96	FURNITURE - AMERICAN FIXTURES	06/14/22	200DB	7.00	HY	19C	894.			894.				894.	
97	DIES	06/15/22		180M		42	1,883.				1,883.			73.	73.
98	COMPUTER EQUIPMENT	06/15/22	200DB	5.00	HY	19B	12,897.			12,897.				12,897.	
	* TOTAL OTHER DEPRECIATION & AMORT						278,509.			107,442.	171,067.	37,004.		64,894.	48,067.
	CURRENT YEAR ACTIVITY														
	BEGINNING BALANCE						215,506.		0.	53,611.	161,895.	37,004.			47,797.
	ACQUISITIONS						63,003.		0.	53,831.	9,172.	0.			270.
	DISPOSITIONS/RETIRED						0.		0.	0.	0.	0.			0.
	ENDING BALANCE						278,509.		0.	107,442.	171,067.	37,004.			48,067.

228111 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

Worksheet for Adjusted Current Earnings Adjustments

Name of partnership		Employer identification number
GRAND FUSION HOUSEWARES, LLC		**-*****
1. Additions to AMTI:		
a. Depreciation recomputed for AMT purposes	53,831.	
b. Tax-exempt interest income		
c. Amortization of IRC 173		
d. Depletion for post-1989 properties		
e. Intangible drilling costs deducted from AMTI		
f. Total additions to AMTI		53,831.
2. Deductions:		
a. Depreciation recomputed for ACE purposes	53,831.	
b. Depletion recomputed for ACE purposes		
c. ACE intangible drilling costs		
d. Total deductions		53,831.
3. Other adjustments:		
a. Basis adjustments from sales or exchanges		
b. Other adjustments		
c. Total other adjustments		
4. Total adjustments to AMTI for ACE calculation. Combine lines 1f, 2d and 3c		0.

Section 1.263(a)-1(f) De Minimis Safe Harbor Election

Grand Fusion Housewares, LLC
12 Partridge
Irvine, CA 92604

Employer Identification Number: **-*****

For the Year Ending December 31, 2022

Grand Fusion Housewares, LLC is making the de minimis safe harbor election under Reg. Sec. 1.263(a)-1(f).

FORM 1065	TAX EXPENSE	STATEMENT	1
DESCRIPTION	AMOUNT		
CALIFORNIA TAXES - BASED ON INCOME	13,600.		
PAYROLL TAXES	27,619.		
SALES TAXES	14,166.		
TAXES AND LICENSES	173.		
TOTAL TO FORM 1065, LINE 14	55,558.		

FORM 1065	OTHER DEDUCTIONS	STATEMENT	2
DESCRIPTION	AMOUNT		
ADVERTISING	295,176.		
AMAZON AUDIT FEES	1,302.		
AMAZON CONSULTING	119,660.		
AMAZON FULFILLED FEE	66,088.		
AMAZON INBOUND FEES	34,175.		
AMAZON LABEL	4,163.		
AMAZON MARKETING	898.		
AMAZON OTHER FEES	7,056.		
AMAZON PROMO DISCOUNTS	7,939.		
AMAZON REVIEWS	346.		
AMAZON SELLING FEES	188,715.		
AMAZON STORAGE FEES	606.		
AMAZON TRANSACTION FEES	295,935.		
AMORTIZATION EXPENSE	11,063.		
BANK CHARGES	6,358.		
BBB SCC CHARGES	32,379.		
BOOKKEEPING SERVICES	10,984.		
CHARGEBACK REVIEW	25,768.		
COLLECTION EXPENSES	1,501.		
COMMISSIONS AND FEES	171,392.		
COMPUTER SOFTWARE - ERP	5,518.		
CONSULTING - EXECUTIVES	106,500.		
CONSULTING FEE - CHINA DESIGNER	27,882.		
CONSULTING FEES	38,216.		
CUSTOMER REBATES	3,759.		
DEFECTIVES & LOST GOODS	8,726.		
DESIGN FEES - PRODUCT	1,100.		
DISCOUNTS	51,857.		
DUES AND SUBSCRIPTIONS	14,343.		
EBAY FEES	1,901.		
EDI EXPENSES	7,425.		
EQUIPMENT RENTAL	7,342.		
FACTOR FEES	675.		
FREIGHT AND DELIVERY	250,048.		

GIFTS	621.
INSURANCE	24,941.
INSURANCE - LIABILITY	10,313.
INTEREST - FTB	126.
IT CONSULTING	6,991.
LABELS	14,209.
LEGAL AND PROFESSIONAL	30,412.
LOAN FEES	5,976.
MARKETING - PUBLICIST	260.
MEALS NOT SUBJECT TO LIMITATION	6,017.
MEMBERSHIP	1,000.
MERCHANT DEPOSIT FEES	4,970.
OFFICE EXPENSES	30,232.
OFFICE TEMPORARY HELP	22,512.
PACKAGING	1,861.
PACKAGING MOCKUPS	1,890.
PAYPAL FEES	321.
PAYROLL EXPENSE	5,942.
PHOTOGRAPHY	4,769.
POSTAGE	-10.
PRODUCT TESTING	10,690.
PROMOTIONAL	5,443.
PURCHASES	32.
QC INSPECTION	476.
ROYALTIES	29,419.
SAMPLES	6,196.
SECURITY	487.
SHIPPING AND DELIVERY EXPENSES	229,283.
SHIPPING SUPPLIES	43,420.
SHOW SAMPLES	1,706.
SLOTting EXPENSES	30,592.
SOCIAL MEDIA MARKETING	28,607.
SOFTWARE - ERP	733.
STATIONERY & PRINTING	150.
SUBSCRIPTIONS - ERP	18,060.
SUPPLIES	759.
TAX PREP FEE	6,679.
TELEPHONE	1,222.
TRADE SHOWS	69,461.
TRAVEL	42,622.
UTILITIES	9,117.
WAREHOUSE COSTS	112,301.
WEBSITE DESIGN AND MAINTENANCE	733.
WEBSITE EMAIL MARKETING	2,451.
WEBSITE SUBSCRIPTIONS	16,085.
TOTAL TO FORM 1065, LINE 20	2,646,873.

SCHEDULE K	CHARITABLE CONTRIBUTIONS	STATEMENT	3
DESCRIPTION	TYPE	AMOUNT	
MISC	CASH (60%)	1,002.	
TOTALS TO SCHEDULE K, LINE 13A		1,002.	

SCHEDULE K	NONDEDUCTIBLE EXPENSE	STATEMENT	4
DESCRIPTION		AMOUNT	
FTB - PENALTY (2021)		480.	
IRS - PENALTY (2020)		3,780.	
TOTAL TO SCHEDULE K, LINE 18C		4,260.	

SCHEDULE K	OTHER ITEMS	STATEMENT	5
DESCRIPTION		AMOUNT	
GROSS RECEIPTS FOR SECTION 448(C)		5,119,248.	
SECTION 199A - ORDINARY INCOME (LOSS)		-537,959.	
SECTION 199A W-2 WAGES		298,581.	
SECTION 199A UNADJUSTED BASIS OF ASSETS		107,442.	
BUSINESS INTEREST EXPENSE		94,637.	

SCHEDULE L	OTHER CURRENT ASSETS	STATEMENT	6
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
OTHER RECEIVABLES	6,490.	28,136.	
PREPAID EXPENSES	26,323.	286,392.	
PREPAID TRADE SHOWS	13,262.	16,582.	
PREPAID VENDORS	203,497.	26,742.	
TOTAL TO SCHEDULE L, LINE 6	249,572.	357,852.	

SCHEDULE L	OTHER ASSETS	STATEMENT	7
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
RENTAL DEPOSIT		32,631.	
TOTAL TO SCHEDULE L, LINE 13		32,631.	

SCHEDULE L	OTHER CURRENT LIABILITIES	STATEMENT	8
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
AMAZON LOAN	70,482.	213,323.	
CREDIT CARD PAYABLES	121,082.	273,465.	
CUSTOMER DEPOSITS	7,397.	0.	
DUTY PAYABLE	7,387.	0.	
FLEXPORT CAPITAL LOAN	57,376.	0.	
INBOUND FREIGHT PROVISION		-5,688.	
KINGDOM CAPITAL - ADVANCE		122,339.	
LOAN - PAYPAL		115,877.	
LOC - GCM		54,114.	
LOC - BRAAVO BANK		93,322.	
LOC - RAPID FINANCE		52,065.	
SALES TAX PAYABLE		3,623.	
TOTAL TO SCHEDULE L, LINE 17	263,724.	922,440.	

SCHEDULE L	OTHER LIABILITIES	STATEMENT	9
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
LOAN - CELTIC BANK	126,154.	114,359.	
LOAN - KABBAGE	112,235.	47,959.	
LOAN - MIDWEST REGIONAL BANK	252,834.	221,516.	
LOAN - SBA	325,000.	325,000.	
TOTAL TO SCHEDULE L, LINE 20	816,223.	708,834.	

FORM 1065		PARTNERS' CAPITAL ACCOUNT SUMMARY			STATEMENT 10
PARTNER NUMBER	BEGINNING CAPITAL	CAPITAL CONTRIBUTED	SCHEDULE M-2 LNS 3, 4 & 7	WITH- DRAWALS	ENDING CAPITAL
4	-139,391.		-488,899.		-628,290.
5	264,661.		-54,322.		210,339.
TOTAL	125,270.		-543,221.		-417,951.

SCHEDULE M-1 EXPENSES RECORDED ON BOOKS NOT DEDUCTED IN RETURN STATEMENT 11

DESCRIPTION	AMOUNT
FTB - PENALTY (2021)	480.
IRS - PENALTY (2020)	3,780.
TOTAL TO SCHEDULE M-1, LINE 4	4,260.

SCHEDULE M-2 OTHER DECREASES STATEMENT 12

DESCRIPTION	AMOUNT
NONDEDUCTIBLE EXPENSES	4,260.
TOTAL TO SCHEDULE M-2, LINE 7	4,260.

FORM 1125-A OTHER COSTS STATEMENT 13

DESCRIPTION	AMOUNT
AMAZON DISCOUNTS	6,016.
CONCEALED SHORTAGES	14,527.
FREIGHT	4,413.
SHIPPING, FREIGHT & DELIVERY	9,578.
SHOPIFY PAYMENT FEE	26.
TOTAL TO LINE 5	34,560.

FORM 4562 PART VI - AMORTIZATION STATEMENT 14

(A) DESCRIPTION OF COSTS	(B) DATE BEGAN	(C) AMORTIZABLE AMOUNT	(D) CODE SECTION	(E) PERIOD/ PERCENT	(F) AMORTIZATION THIS YEAR
MOLDS - TOOLING YITONG	05/16/22				
SILICONE		2,497.		180M	97.
PATENT	04/07/22	930.		180M	47.
PATENT	10/03/22	1,243.		180M	21.
PATENT	10/08/22	485.		180M	8.
PATENT	10/20/22	884.		180M	10.
PATENT	11/09/22	1,250.		180M	14.
DIES	06/15/22	1,883.		180M	73.
TOTAL TO FORM 4562, LINE 42					270.

FORM 4562 PART VI - AMORTIZATION STATEMENT 15

(A) DESCRIPTION OF COSTS	(B) DATE BEGAN	(C) AMORT. AMOUNT	(D) CODE SECT.	(E) LIFE/ RATE	(F) ACCUM. AMORT.	(G) AMORT. THIS YR.
TRADEMARKS	05/12/16	9,225.		180M	3,485.	615.
PATENTS & TRADEMARKS	07/01/16	35,005.		180M	9,336.	2,334.
DIES	07/01/16	13,745.		180M	3,664.	916.
MOLDS	07/01/16	3,300.		180M	880.	220.
LEMON SHAPE FRIDGE HOL	01/01/18	2,000.		180M	532.	133.
WASTE BIN GRIPS	01/16/18	1,300.		180M	340.	87.
ICY BEV KOOLER 1.1	01/22/18	11,167.		180M	2,914.	744.
SPATULA MOLD - ONE TWI	02/09/18	2,500.		180M	654.	167.
ICY BEV KOOLER	04/14/18	12,167.		180M	3,041.	811.
BUTTER ONCE	05/03/18	1,587.		180M	389.	106.
TOOLING FOR ICY BEV PL	06/26/18	1,200.		180M	280.	80.
TOOLING - OVER THE TOP	08/21/18	2,799.		180M	623.	187.
PATENT - ICY BEV	01/31/18	2,300.		180M	600.	153.
PATENT - ICY BEV	03/14/18	5,000.		180M	1,277.	333.
PATENT - ICY BEV UTILI	05/03/18	3,300.		180M	807.	220.
MEXICO TM - TRAVEL FUS	06/05/18	2,003.		180M	480.	134.
PATENT - ICY BEV LOUIS	06/22/18	5,150.		180M	1,201.	343.
PATENT - LEGAL CHINA -	07/20/18	2,586.		180M	588.	172.
PATENT - STOW'N GO	09/13/18	1,500.		180M	333.	100.
PATENT - TRAVEL FUSION	10/09/18	600.		180M	130.	40.
PATENT - TRAVEL FUSION	10/09/18	1,000.		180M	218.	67.
PATENT - STOW'N GO 2	11/06/18	1,424.		180M	301.	95.
DIES AND MOLDS - FANGD	01/31/19	11,875.		180M	2,310.	792.
DIES AND MOLDS - RENCO	02/25/19	2,915.		180M	550.	194.
PATENT	01/31/19	400.		180M	78.	27.
LOUIS C PAUL	02/26/19	1,100.		180M	207.	73.
PATENT	11/26/19	2,264.		180M	315.	151.
TOOLING	05/31/18	4,085.		180M	544.	272.
TRAVEL HANGER - PATENT	10/14/20	2,709.		180M	226.	181.
MOLDS - SINGLE WALL BO	01/06/20	1,650.		180M	220.	110.
MOLDS - INK CHARGES -	03/13/20	150.		180M	18.	10.
DIES	07/01/21	1,940.		180M	65.	129.
PATENT-LEAKPROOF BAKIN	07/01/21	1,619.		180M	54.	108.
TRADEMARK-SLUSHIE SLV	07/01/21	1,150.		180M	38.	77.
PATENT-APPLE CORER	07/01/21	1,681.		180M	56.	112.
PATENT-STOW N GO	07/01/21	2,174.		180M	72.	145.
CANADIAN TRADEMARKS	07/01/21	4,223.		180M	141.	282.
MEXICAN TRADEMARK	07/01/21	1,102.		180M	37.	73.

TOTAL TO FORM 4562, LINE 43 10,793.

228107
04-01-22

2022 DEPRECIATION AND AMORTIZATION REPORT

- CURRENT YEAR FEDERAL - GRAND FUSION HOUSEWARES, LLC

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
18	SMALL SLAT WALL - WHITE	011018	200DB	7.00	17	810.		810.				0.
19	ALUMINUM PROFILES & BASE	011018	200DB	7.00	17	1,052.		1,052.				0.
20	FLIGHT CASES FOR BOOTH	011018	200DB	7.00	17	900.		900.				0.
21	PEDESTAL STANDS/CABINETS	011018	200DB	7.00	17	900.		900.				0.
22	ECRM - 2018 BOOTH	033118	200DB	7.00	17	9,500.		9,500.				0.
23	IHA BOOTH	060718	200DB	7.00	17	3,200.		3,200.				0.
24	GMDC MATERIALS	061018	200DB	7.00	17	4,390.		4,390.				0.
25	IHA EXHIBITOR SALES	082818	200DB	7.00	17	3,650.		3,650.				0.
26	EMERALD EXPO - ECRM BOOTH	120718	200DB	7.00	17	4,934.		4,934.				0.
27	GMDC MATERIALS	123118	200DB	7.00	17	3,300.		3,300.				0.
43	COMPUTER EQUIPMENT	060119	200DB	5.00	17	1,366.		1,366.				0.
44	TRADE SHOW - TRAVEL SHOW SNAP PANELS	021519	200DB	7.00	17	2,998.		2,998.				0.
45	TRADE SHOW BOOTH	052219	200DB	7.00	17	1,861.		1,861.				0.
46	TRADE SHOW BOOTH	073119	200DB	7.00	17	3,000.		3,000.				0.
47	TRADE SHOW BOOTH - MISC	041919	200DB	7.00	17	4,336.		4,336.				0.
49	DELLA XPS 13 LAPTOP	071820	200DB	5.00	17	1,491.		1,491.				0.
50	HB LAPTOP	073020	200DB	5.00	17	1,983.		1,983.				0.
51	BB LAPTOP	073020	200DB	5.00	17	2,005.		2,005.				0.

2022 DEPRECIATION AND AMORTIZATION REPORT

- CURRENT YEAR FEDERAL - GRAND FUSION HOUSEWARES, LLC

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
52	SIGNAGE FOR DISPLAY	03/02/2020	DB	7.00	17	383.		383.				0.
61	COMPUTER EQUIPMENT	07/01/21	DB	5.00	17	1,552.		1,552.				0.
85	EQUIPMENT - PALLET JACK WITH SCALE	02/27/22	DB	7.00	19C	2,273.		2,273.				2,273.
86	EQUIPMENT - WAREHOUSE EQ	05/09/22	DB	7.00	19C	1,430.		1,430.				1,430.
87	EQUIPMENT - ZIG LIFE	06/28/22	DB	7.00	19C	4,729.		4,729.				4,729.
88	EQUIPMENT - JOHNSON EQ	09/22/22	DB	7.00	19C	14,841.		14,841.				14,841.
89	EQUIPMENT - ZIG LIFE	12/02/22	DB	7.00	19C	9,537.		9,537.				9,537.
90	FURNITURE - TABLES & CHAIRS	05/20/22	DB	7.00	19C	1,204.		1,204.				1,204.
91	FURNITURE - IKEA	05/31/22	DB	7.00	19C	2,056.		2,056.				2,056.
92	FURNITURE - METAL SHELVES	06/03/22	DB	7.00	19C	1,369.		1,369.				1,369.
93	FURNITURE - OFFICE CHAIR	06/03/22	DB	7.00	19C	635.		635.				635.
94	FURNITURE - USED	06/11/22	DB	7.00	19C	1,454.		1,454.				1,454.
95	FURNITURE - IKEA	06/11/22	DB	7.00	19C	512.		512.				512.
96	FURNITURE - AMERICAN FIXTURES	06/14/22	DB	7.00	19C	894.		894.				894.
98	COMPUTER EQUIPMENT	06/15/22	DB	5.00	19B	12,897.		12,897.				12,897.
	* TOTAL OTHER DEPRECIATION					107,442.		107,442.	0.	0.		53,831.
	CURRENT YEAR ACTIVITY											
	BEGINNING BALANCE					53,611.		53,611.	0.	0.		

2022 AMORTIZATION REPORT

- CURRENT YEAR FEDERAL - GRAND FUSION HOUSEWARES, LLC

Asset No.	Description	Date Acquired			Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Amortization	Beginning Accumulated Amortization	Current Year Deduction	Ending Accumulated Amortization
1	TRADEMARKS	05	12	16	180M	43	9,225.			9,225.	3,485.	615.	4,100.
2	PATENTS & TRADEMARKS	07	01	16	180M	43	35,005.			35,005.	9,336.	2,334.	11,670.
3	DIES	07	01	16	180M	43	13,745.			13,745.	3,664.	916.	4,580.
4	MOLDS	07	01	16	180M	43	3,300.			3,300.	880.	220.	1,100.
5	LEMON SHAPE FRIDGE HOLDE	01	01	18	180M	43	2,000.			2,000.	532.	133.	665.
11	WASTE BIN GRIPS	01	16	18	180M	43	1,300.			1,300.	340.	87.	427.
12	ICY BEV KOOLER 1.1	01	22	18	180M	43	11,167.			11,167.	2,914.	744.	3,658.
13	SPATULA MOLD - ONE TWIST	02	09	18	180M	43	2,500.			2,500.	654.	167.	821.
14	ICY BEV KOOLER	04	14	18	180M	43	12,167.			12,167.	3,041.	811.	3,852.
15	BUTTER ONCE	05	03	18	180M	43	1,587.			1,587.	389.	106.	495.
16	TOOLING FOR ICY BEV PLUG	06	26	18	180M	43	1,200.			1,200.	280.	80.	360.
17	TOOLING - OVER THE TOP LID	08	21	18	180M	43	2,799.			2,799.	623.	187.	810.
28	PATENT - ICY BEV	01	31	18	180M	43	2,300.			2,300.	600.	153.	753.
29	PATENT - ICY BEV	03	14	18	180M	43	5,000.			5,000.	1,277.	333.	1,610.
30	PATENT - ICY BEV UTILITY	05	03	18	180M	43	3,300.			3,300.	807.	220.	1,027.
31	MEXICO TM - TRAVEL FUSION	06	05	18	180M	43	2,003.			2,003.	480.	134.	614.
32	PATENT - ICY BEV LOUIS C PAUL	06	22	18	180M	43	5,150.			5,150.	1,201.	343.	1,544.
33	PATENT - LEGAL CHINA - ICY BEV & STOW'N GO	07	20	18	180M	43	2,586.			2,586.	588.	172.	760.

228121 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction

2022 AMORTIZATION REPORT

- CURRENT YEAR FEDERAL - GRAND FUSION HOUSEWARES, LLC

Asset No.	Description	Date Acquired			Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Amortization	Beginning Accumulated Amortization	Current Year Deduction	Ending Accumulated Amortization
34	PATENT - STOW'N GO	09	13	18	180M	43	1,500.			1,500.	333.	100.	433.
35	PATENT - TRAVEL FUSION (WORDS)TM	10	09	18	180M	43	600.			600.	130.	40.	170.
36	PATENT - TRAVEL FUSION (LOGO) TM	10	09	18	180M	43	1,000.			1,000.	218.	67.	285.
37	PATENT - STOW'N GO 2	11	06	18	180M	43	1,424.			1,424.	301.	95.	396.
38	DIES AND MOLDS - FANGDA	01	31	19	180M	43	11,875.			11,875.	2,310.	792.	3,102.
39	DIES AND MOLDS - RENCO	02	25	19	180M	43	2,915.			2,915.	550.	194.	744.
40	PATENT	01	31	19	180M	43	400.			400.	78.	27.	105.
41	LOUIS C PAUL	02	26	19	180M	43	1,100.			1,100.	207.	73.	280.
42	PATENT	11	26	19	180M	43	2,264.			2,264.	315.	151.	466.
48	TOOLING	05	31	18	180M	43	4,085.			4,085.	544.	272.	816.
53	TRAVEL HANGER - PATENT	10	14	20	180M	43	2,709.			2,709.	226.	181.	407.
54	MOLDS - SINGLE WALL BOTTLE	01	06	20	180M	43	1,650.			1,650.	220.	110.	330.
55	MOLDS - INK CHARGES - PMS	03	13	20	180M	43	150.			150.	18.	10.	28.
67	DIES	07	01	21	180M	43	1,940.			1,940.	65.	129.	194.
68	PATENT-LEAKPROOF BAKING MAT	07	01	21	180M	43	1,619.			1,619.	54.	108.	162.
74	TRADEMARK-SLUSHIE SLV	07	01	21	180M	43	1,150.			1,150.	38.	77.	115.
75	PATENT-APPLE CORER	07	01	21	180M	43	1,681.			1,681.	56.	112.	168.
76	PATENT-STOW N GO	07	01	21	180M	43	2,174.			2,174.	72.	145.	217.

2022 AMORTIZATION REPORT

- CURRENT YEAR FEDERAL - GRAND FUSION HOUSEWARES, LLC

Asset No.	Description	Date Acquired			Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Amortization	Beginning Accumulated Amortization	Current Year Deduction	Ending Accumulated Amortization
77	CANADIAN TRADEMARKS	07	01	21	180M	43	4,223.			4,223.	141.	282.	423.
78	MEXICAN TRADEMARK	07	01	21	180M	43	1,102.			1,102.	37.	73.	110.
79	MOLDS - TOOLING YITONG SILICONE	05	16	22	180M	42	2,497.			2,497.		97.	97.
80	PATENT	04	07	22	180M	42	930.			930.		47.	47.
81	PATENT	10	03	22	180M	42	1,243.			1,243.		21.	21.
82	PATENT	10	08	22	180M	42	485.			485.		8.	8.
83	PATENT	10	20	22	180M	42	884.			884.		10.	10.
84	PATENT	11	09	22	180M	42	1,250.			1,250.		14.	14.
97	DIES	06	15	22	180M	42	1,883.			1,883.		73.	73.
	* TOTAL OTHER AMORTIZATION						171,067.			171,067.	37,004.	11,063.	48,067.
	CURRENT YEAR ACTIVITY												
	BEGINNING BALANCE						161,895.		0.	161,895.	37,004.		47,797.
	ACQUISITIONS						9,172.		0.	9,172.	0.		270.
	DISPOSITIONS/RETIRED						0.		0.	0.	0.		0.
	ENDING BALANCE						171,067.		0.	171,067.	37,004.		48,067.

228121 04-01-22

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction

651121

**Schedule K-1
(Form 1065)**Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year

2022☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

Partner's Share of Income, Deductions, Credits, etc.

See separate instructions.

Part I Information About the Partnership**A** Partnership's employer identification number

-***

B Partnership's name, address, city, state, and ZIP codeGRAND FUSION HOUSEWARES, LLC
12 PARTRIDGE
IRVINE, CA 92604**C** IRS center where partnership filed return:

E-FILE

D ☐ Check if this is a publicly traded partnership (PTP)**Part II Information About the Partner****E** Partner's SSN or TIN (Do not use TIN of a disregarded entity. See instructions.)

-***

F Name, address, city, state, and ZIP code for partner entered in E. See instructions.GRAND FUSION HOLDINGS, INC.
12 PATRIDGE
IRVINE, CA 92604**G** ☒ General partner or LLC member-manager☐ Limited partner or other LLC member**H1** ☒ Domestic partner☐ Foreign partner**H2** ☐ If the partner is a disregarded entity (DE), enter the partner's:

TIN _____ Name _____

I1 What type of entity is this partner? CORPORATION**I2** If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐**J** Partner's share of profit, loss, and capital:

	Beginning	Ending
Profit	90.0000000%	90.0000000%
Loss	90.0000000%	90.0000000%
Capital	90.0000000%	90.0000000%

Check if decrease is due to sale or exchange of partnership interest ☐**K** Partner's share of liabilities:

	Beginning	Ending
Nonrecourse	\$	\$
Qualified nonrecourse financing	\$	\$
Recourse	\$ 1,319,962.	\$ 1,326,869.

Check this box if Item K includes liability amounts from lower-tier partnerships ☐**L Partner's Capital Account Analysis**

Beginning capital account	\$	-139,391.
Capital contributed during the year	\$	
Current year net income (loss)	\$	-488,899.
Other increase (decrease) (attach explanation)	\$	
Withdrawals and distributions	\$	()
Ending capital account	\$	-628,290.

M Did the partner contribute property with a built-in gain (loss)?☐ Yes ☒ No If "Yes," attach statement. See instructions.**N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss)**

Beginning	\$	
Ending	\$	

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

1 Ordinary business income (loss) -484,163.	14 Self-employment earnings (loss)
2 Net rental real estate income (loss)	15 Credits
3 Other net rental income (loss)	
4a Guaranteed payments for services	16 Schedule K-3 is attached if checked <input checked="" type="checkbox"/>
4b Guaranteed payments for capital	17 Alternative min tax (AMT) items
4c Total guaranteed payments	
5 Interest income	18 Tax-exempt income and nondeductible expenses
6a Ordinary dividends	C* STMT
6b Qualified dividends	
6c Dividend equivalents	19 Distributions
7 Royalties	20 Other information
8 Net short-term capital gain (loss)	N* 85,173.
9a Net long-term capital gain (loss)	Z* STMT
9b Collectibles (28%) gain (loss)	AG* 4,607,323.
9c Unrecaptured section 1250 gain	
10 Net section 1231 gain (loss)	
11 Other income (loss)	
12 Section 179 deduction	21 Foreign taxes paid or accrued
13 Other deductions A 902.	
22 <input type="checkbox"/> More than one activity for at-risk purposes*	
23 <input type="checkbox"/> More than one activity for passive activity purposes*	

*See attached statement for additional information.

For IRS Use Only

SCHEDULE K-1 NONDEDUCTIBLE EXPENSES, BOX 18, CODE C

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
FTB - PENALTY (2021)		432.
IRS - PENALTY (2020)		3,402.
TOTAL TO SCHEDULE K-1, BOX 18, CODE C		3,834.

SCHEDULE K-1 BUSINESS INTEREST EXPENSE, BOX 20, CODE N

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
BUSINESS INTEREST EXPENSE (INCLUDED IN ORDINARY BUSINESS INCOME (LOSS))	SEE PARTNERS INSTRUCTIONS	85,173.
TOTAL TO SCHEDULE K-1, BOX 20, CODE N		85,173.

SCHEDULE K-1 SECTION 199A INFORMATION, BOX 20, CODE Z

DESCRIPTION	AMOUNT
TRADE OR BUSINESS - PARTNERSHIP ACTIVITY	
ORDINARY INCOME (LOSS)	-484,163.
W-2 WAGES	268,723.
UNADJUSTED BASIS OF ASSETS	96,698.

SCHEDULE K-1 SECTION 199A ADDITIONAL INFORMATION

THE SECTION 199A AMOUNTS TO BE USED IN THE CALCULATION OF QUALIFIED BUSINESS INCOME DEDUCTION ON YOUR 1040/1041 RETURN ARE REPORTED ON LINE 20, UNDER CODE Z. PLEASE CONSULT YOUR TAX ADVISOR REGARDING THE CALCULATION OF THE QUALIFIED BUSINESS INCOME DEDUCTION, INCLUDING THE POSSIBLE AGGREGATIONS AND LIMITATIONS THAT MAY APPLY AND THE FILING OF THE 1.199A-4(C)(2)(I) ANNUAL DISCLOSURE STATEMENT.

SCHEDULE K-1 GROSS RECEIPTS FOR SECTION 448(C), BOX 20, CODE AG

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
GROSS RECEIPTS - CURRENT YEAR	SEE IRS SCH. K-1 INSTRUCTIONS	4,607,323.
TOTAL TO SCHEDULE K-1, LINE 20 AG		4,607,323.

☐ Final K-3

☐ Amended K-3

**Schedule K-3
(Form 1065)**

**Partner's Share of Income, Deductions,
Credits, etc.-International**

OMB No. 1545-0123

2022

Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year beginning _____, ending _____
See separate instructions.

Information About the Partnership		Information About the Partner	
A Partnership's employer identification number (EIN) ** _ * * * * *		C Partner's SSN or Taxpayer Identification Number (TIN) (Do not use TIN of a disregarded entity. See instructions.) ** _ * * * * *	
B Partnership's name, address, city, state, and ZIP code GRAND FUSION HOUSEWARES, LLC 12 PARTRIDGE IRVINE, CA 92604		D Name, address, city, state, and ZIP code for partner entered in C. See instr. GRAND FUSION HOLDINGS, INC. 12 PATRIDGE IRVINE, CA 92604	
E Check to indicate the parts of Schedule K-3 that apply.			
1 Does Part I apply? If "Yes," complete and attach Part I		1	X
2 Does Part II apply? If "Yes," complete and attach Part II		2	X
3 Does Part III apply? If "Yes," complete and attach Part III		3	X
4 Does Part IV apply? If "Yes," complete and attach Part IV		4	X
5 Does Part V apply? If "Yes," complete and attach Part V		5	X
6 Does Part VI apply? If "Yes," complete and attach Part VI		6	X
7 Does Part VII apply? If "Yes," complete and attach Part VII		7	X
8 Does Part VIII apply? If "Yes," complete and attach Part VIII		8	X
9 Does Part IX apply? If "Yes," complete and attach Part IX		9	X
10 Does Part X apply? If "Yes," complete and attach Part X		10	X
11 Does Part XI apply? If "Yes," complete and attach Part XI		11	X
12 Reserved for future use		12	
13 Does Part XIII apply? If "Yes," complete and attach Part XIII		13	X

For IRS Use Only

For Paperwork Reduction Act Notice, see the Instructions for Form 1065. www.irs.gov/Form1065

Schedule K-3 (Form 1065) 2022

LHA

Schedule K-3 (Form 1065) 2022

Page **2**

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner GRAND FUSION HOLDINGS, INC.	SSN or TIN ** - * * * * *
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Part I Partner's Share of Partnership's Other Current Year International Information

Check box(es) for additional specified attachments. See instructions.

- | | | | |
|--|---|--|--|
| <input type="checkbox"/> 1. Gain on personal property sale | <input type="checkbox"/> 5. High-taxed income | <input type="checkbox"/> 8. Form 5471 information | <input type="checkbox"/> 11. Dual consolidated loss |
| <input type="checkbox"/> 2. Foreign oil and gas taxes | <input type="checkbox"/> 6. Section 267A disallowed deduction | <input type="checkbox"/> 9. Other forms | <input type="checkbox"/> 12. Form 8865 information |
| <input type="checkbox"/> 3. Splitter arrangements | <input type="checkbox"/> 7. Form 8858 information | <input type="checkbox"/> 10. Partner loan transactions | <input type="checkbox"/> 13. Other international items |
| <input type="checkbox"/> 4. Foreign tax translation | | | (attach description and statement) |

Part II Foreign Tax Credit Limitation**Section 1 - Gross Income**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
1 Sales							
A US	4,607,323.	0.	0.	0.	0.	0.	4,607,323.
B							
C							
2 Gross income from performance of services							
A							
B							
C							
3 Gross rental real estate income							
A							
B							
C							
4 Other gross rental income							
A							
B							
C							
5 Guaranteed payments							
6 Interest income							
A							
B							
C							
7 Ordinary dividends (exclude amount on line 8)							
A							
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

Page **3**

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * - * - * - *	Name of partner GRAND FUSION HOLDINGS, INC.	SSN or TIN ** - * - * - * - *
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Part II Foreign Tax Credit Limitation *(continued)*

Section 1 - Gross Income *(continued)*

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
8 Qualified dividends							
A							
B							
C							
9 Reserved for future use							
10 Royalties and license fees							
A							
B							
C							
11 Net short-term capital gain							
A							
B							
C							
12 Net long-term capital gain							
A							
B							
C							
13 Collectibles (28%) gain							
A							
B							
C							
14 Unrecaptured section 1250 gain							
A							
B							
C							
15 Net section 1231 gain							
A							
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

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Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * - * - * - *	Name of partner GRAND FUSION HOLDINGS, INC.	SSN or TIN ** - * - * - * - *
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Part II Foreign Tax Credit Limitation *(continued)*

Section 1 - Gross Income *(continued)*

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
16 Section 986(c) gain							
17 Section 987 gain							
18 Section 988 gain							
19 Section 951(a) inclusions							
A							
B							
C							
20 Other income (see instructions)							
A							
B							
C							
21 Reserved for future use							
A							
B							
C							
22 Reserved for future use							
A							
B							
C							
23 Reserved for future use							
A							
B							
C							
24 Total gross income (combine lines 1 through 23)	4,607,323.						4,607,323.
A US	4,607,323.	0.	0.	0.	0.	0.	4,607,323.
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

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Name of partnership
GRAND FUSION HOUSEWARES, LLCEIN
-***Name of partner
GRAND FUSION HOLDINGS, INC.SSN or TIN
-*****Part II Foreign Tax Credit Limitation** (continued)**Section 2 - Deductions**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
25 Expenses allocable to sales income ...	5,091,486.						5,091,486.
26 Expenses allocable to gross income from performances of services							
27 Net short-term capital loss							
28 Net long-term capital loss							
29 Collectibles loss							
30 Net section 1231 loss							
31 Other losses							
32 Research & experimental (R&E) expenses							
A SIC code:							
B SIC code:							
C SIC code:							
33 Allocable rental expenses - depreciation, depletion, and amortization							
34 Allocable rental expenses - other than depreciation, depletion, and amortization							
35 Allocable royalty and licensing expenses - depreciation, depletion, and amortization							
36 Allocable royalty and licensing expenses - other than depreciation, depletion, and amortization							
37 Depreciation not included on line 33 or 35							
38 Charitable contributions	902.						902.
39 Interest expense specifically allocable under Regulations section 1.861-10(e)							
40 Other interest expense specifically allocable under Regulations section 1.861-10T							
41 Other interest expense - business							
42 Other interest expense - investment ...							
43 Other interest expense - passive activity							
44 Section 59(e)(2) expenditures, excluding R&E expenses on line 32							
45 Foreign taxes not creditable but deductible							

Schedule K-3 (Form 1065) 2022

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Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN **-*****	Name of partner GRAND FUSION HOLDINGS, INC.	SSN or TIN ** - *****
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Part II Foreign Tax Credit Limitation (continued)**Section 2 - Deductions** (continued)

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
46 Section 986(c) loss							
47 Section 987 loss							
48 Section 988 loss							
49 Other allocable deductions (see instructions)							
50 Other apportioned share of deductions (see instructions)							
51 Reserved for future use							
52 Reserved for future use							
53 Reserved for future use							
54 Total deductions (combine lines 25 through 53)	5,092,388.						5,092,388.
55 Net income (loss) (subtract line 54 from line 24)	-485,065.						-485,065.

Part III Other Information for Preparation of Form 1116 or 1118**Section 1 - R&E Expenses Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code) (country code)		
1 Gross receipts by SIC code							
A SIC code:							
B SIC code:							
C SIC code:							
E SIC code:							
E SIC code:							
F SIC code:							
2 Exclusive apportionment with respect to total R&E expenses entered on Part II, line 32. Enter the following.							
A R&E expense with respect to activity performed in the United States							
(i) SIC code:						2A(i)	
(ii) SIC code:						2A(ii)	
(iii) SIC code:						2A(iii)	
B R&E expense with respect to activity performed outside the United States							
(i) SIC code:						2B(i)	
(ii) SIC code:						2B(ii)	
(iii) SIC code:						2B(iii)	

Schedule K-3 (Form 1065) 2022

Page 7

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner GRAND FUSION HOLDINGS, INC.	SSN or TIN ** - * * * * *
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)**Section 2 - Interest Expense Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code _____) (country code _____)		
1 Total average value of assets	2,086,052.						2,086,052.
2 Sections 734(b) and 743(b) adjustment to assets - average value							
3 Assets attracting directly allocable interest expense under Regulations section 1.861-10(e)							
4 Other assets attracting directly allocable interest expense under Regulations section 1.861-10T							
5 Assets excluded from apportionment formula							
6a Total assets used for apportionment (subtract the sum of lines 3, 4, and 5 from the sum of lines 1 and 2)	2,086,052.						2,086,052.
b Assets attracting business interest expense							
c Assets attracting investment interest expense							
d Assets attracting passive activity interest expense							
7 Basis in stock of 10%-owned noncontrolled foreign corporations (see attachment)							
8 Basis in stock of CFCs (see attachment)							

Section 3 - Foreign-Derived Intangible Income (FDII) Deduction Apportionment Factors

Description	(a) U.S. source	Foreign Source			(e) Sourced by partner	(f) Total
		(b) Passive category income	(c) General category income	(d) Other (category code _____) (country code _____)		
1 Foreign-derived gross receipts						
2 Cost of goods sold						
3 Partnership deductions allocable to foreign-derived gross receipts						
4 Other partnership deductions apportioned to foreign-derived gross receipts						

Schedule K-3 (Form 1065) 2022

Page **8**

Name of partnership	EIN	Name of partner	SSN or TIN
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes

Description	(a) Type of tax	(b) Section 951A category income		(c) Foreign branch category income		
		U.S.	Foreign	U.S.	Foreign	Partner
1 Direct (section 901 or 903) foreign taxes: <input type="checkbox"/> Paid <input type="checkbox"/> Accrued						
A						
B						
C						
D						
E						
F						
2 Reduction of taxes (total)						
A Taxes on foreign mineral income						
B Reserved for future use						
C International boycott provisions						
D Failure-to-file penalties						
E Taxes with respect to splitter arrangements						
F Taxes on foreign corporate distributions						
G Other						
3 Foreign tax redeterminations						
A						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
B						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
C						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
4 Reserved for future use						
5 Reserved for future use						
6 Reserved for future use						

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

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Name of partnership	EIN	Name of partner	SSN or TIN
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes (continued)

	(d) Passive category income			(e) General category income			(f) Other (category code _____)	(g) Total
	U.S.	Foreign	Partner	U.S.	Foreign	Partner		
1								
A								
B								
C								
D								
E								
F								
2								
A								
B								
C								
D								
E								
F								
G								
3								
A								
B								
C								
4								
5								
6								

Section 5 - Other Tax Information

Description	(a) U.S. source	Foreign Source					(g) Sourced by partner	(h) Total
		(b) Section 951A category income	(c) Foreign branch category income	(d) Passive category income	(e) General category income	(f) Other (category code _____) (country code _____)		
1 Section 743(b) positive income adjustment								
2 Section 743(b) negative income adjustment								
3 Reserved for future use								
4 Reserved for future use								

651121

**Schedule K-1
(Form 1065)**Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year

2022☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

Partner's Share of Income, Deductions, Credits, etc.

See separate instructions.

Part I Information About the Partnership**A** Partnership's employer identification number

-***

B Partnership's name, address, city, state, and ZIP codeGRAND FUSION HOUSEWARES, LLC
12 PARTRIDGE
IRVINE, CA 92604**C** IRS center where partnership filed return:

E-FILE

D ☐ Check if this is a publicly traded partnership (PTP)**Part II Information About the Partner****E** Partner's SSN or TIN (Do not use TIN of a disregarded entity. See instructions.)

APPLIED FOR

F Name, address, city, state, and ZIP code for partner entered in E. See instructions.LIFENG CEN
RM 19-3 FRIENDSHIP MANSION
BAISHALU STREET
CICI CITY, NINGBO, CHINA FOREIGN US**G** ☐ General partner or LLC member-manager☒ Limited partner or other LLC member**H1** ☐ Domestic partner☒ Foreign partner**H2** ☐ If the partner is a disregarded entity (DE), enter the partner's:

TIN _____ Name _____

I1 What type of entity is this partner? CORPORATION**I2** If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐**J** Partner's share of profit, loss, and capital:

	Beginning	Ending
Profit	10.0000000%	10.0000000%
Loss	10.0000000%	10.0000000%
Capital	10.0000000%	10.0000000%

Check if decrease is due to sale or exchange of partnership interest ☐**K** Partner's share of liabilities:

	Beginning	Ending
Nonrecourse	\$	\$
Qualified nonrecourse financing	\$	\$
Recourse	\$ 0.	\$ 0.

Check this box if Item K includes liability amounts from lower-tier partnerships ☐**L Partner's Capital Account Analysis**

Beginning capital account	\$ 264,661.
Capital contributed during the year	\$
Current year net income (loss)	\$ -54,322.
Other increase (decrease) (attach explanation)	\$
Withdrawals and distributions	\$ ()
Ending capital account	\$ 210,339.

M Did the partner contribute property with a built-in gain (loss)?☐ Yes ☒ No If "Yes," attach statement. See instructions.**N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss)**

Beginning	\$
Ending	\$

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

1 Ordinary business income (loss) -53,796.	14 Self-employment earnings (loss)
2 Net rental real estate income (loss)	15 Credits
3 Other net rental income (loss)	
4a Guaranteed payments for services	16 Schedule K-3 is attached if checked <input checked="" type="checkbox"/>
4b Guaranteed payments for capital	17 Alternative min tax (AMT) items
4c Total guaranteed payments	
5 Interest income	18 Tax-exempt income and nondeductible expenses
6a Ordinary dividends	C* STMT
6b Qualified dividends	
6c Dividend equivalents	19 Distributions
7 Royalties	20 Other information
8 Net short-term capital gain (loss)	N* 9,464.
9a Net long-term capital gain (loss)	Z* STMT
9b Collectibles (28%) gain (loss)	AG* 511,925.
9c Unrecaptured section 1250 gain	
10 Net section 1231 gain (loss)	
11 Other income (loss)	
12 Section 179 deduction	21 Foreign taxes paid or accrued
13 Other deductions A 100.	
22 <input type="checkbox"/> More than one activity for at-risk purposes*	
23 <input type="checkbox"/> More than one activity for passive activity purposes*	

*See attached statement for additional information.

For IRS Use Only

SCHEDULE K-1 NONDEDUCTIBLE EXPENSES, BOX 18, CODE C

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
FTB - PENALTY (2021)		48.
IRS - PENALTY (2020)		378.
TOTAL TO SCHEDULE K-1, BOX 18, CODE C		426.

SCHEDULE K-1 BUSINESS INTEREST EXPENSE, BOX 20, CODE N

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
BUSINESS INTEREST EXPENSE (INCLUDED IN ORDINARY BUSINESS INCOME (LOSS))	SEE PARTNERS INSTRUCTIONS	9,464.
TOTAL TO SCHEDULE K-1, BOX 20, CODE N		9,464.

SCHEDULE K-1 SECTION 199A INFORMATION, BOX 20, CODE Z

DESCRIPTION	AMOUNT
TRADE OR BUSINESS - PARTNERSHIP ACTIVITY	
ORDINARY INCOME (LOSS)	-53,796.
W-2 WAGES	29,858.
UNADJUSTED BASIS OF ASSETS	10,744.

SCHEDULE K-1 SECTION 199A ADDITIONAL INFORMATION

THE SECTION 199A AMOUNTS TO BE USED IN THE CALCULATION OF QUALIFIED BUSINESS INCOME DEDUCTION ON YOUR 1040/1041 RETURN ARE REPORTED ON LINE 20, UNDER CODE Z. PLEASE CONSULT YOUR TAX ADVISOR REGARDING THE CALCULATION OF THE QUALIFIED BUSINESS INCOME DEDUCTION, INCLUDING THE POSSIBLE AGGREGATIONS AND LIMITATIONS THAT MAY APPLY AND THE FILING OF THE 1.199A-4(C)(2)(I) ANNUAL DISCLOSURE STATEMENT.

SCHEDULE K-1 GROSS RECEIPTS FOR SECTION 448(C), BOX 20, CODE AG

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
GROSS RECEIPTS - CURRENT YEAR	SEE IRS SCH. K-1 INSTRUCTIONS	511,925.
TOTAL TO SCHEDULE K-1, LINE 20 AG		511,925.

☐ Final K-3

☐ Amended K-3

**Schedule K-3
(Form 1065)**

**Partner's Share of Income, Deductions,
Credits, etc.-International**

OMB No. 1545-0123

Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year beginning _____, ending _____
See separate instructions.

2022

Information About the Partnership		Information About the Partner	
A Partnership's employer identification number (EIN) ** _ * * * * *		C Partner's SSN or Taxpayer Identification Number (TIN) (Do not use TIN of a disregarded entity. See instructions.) APPLIED FOR	
B Partnership's name, address, city, state, and ZIP code GRAND FUSION HOUSEWARES, LLC 12 PARTRIDGE IRVINE, CA 92604		D Name, address, city, state, and ZIP code for partner entered in C. See instr. LIFENG CEN RM 19-3 FRIENDSHIP MANSION BAISHALU STREET CICI CITY, NINGBO, CHINA FOREIGN US	
E Check to indicate the parts of Schedule K-3 that apply.			
1 Does Part I apply? If "Yes," complete and attach Part I		1	X
2 Does Part II apply? If "Yes," complete and attach Part II		2	X
3 Does Part III apply? If "Yes," complete and attach Part III		3	X
4 Does Part IV apply? If "Yes," complete and attach Part IV		4	X
5 Does Part V apply? If "Yes," complete and attach Part V		5	X
6 Does Part VI apply? If "Yes," complete and attach Part VI		6	X
7 Does Part VII apply? If "Yes," complete and attach Part VII		7	X
8 Does Part VIII apply? If "Yes," complete and attach Part VIII		8	X
9 Does Part IX apply? If "Yes," complete and attach Part IX		9	X
10 Does Part X apply? If "Yes," complete and attach Part X		10	X
11 Does Part XI apply? If "Yes," complete and attach Part XI		11	X
12 Reserved for future use		12	
13 Does Part XIII apply? If "Yes," complete and attach Part XIII		13	X

For IRS Use Only

Schedule K-3 (Form 1065) 2022

Page **2**

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part I Partner's Share of Partnership's Other Current Year International Information

Check box(es) for additional specified attachments. See instructions.

- | | | | |
|--|---|--|--|
| <input type="checkbox"/> 1. Gain on personal property sale | <input type="checkbox"/> 5. High-taxed income | <input type="checkbox"/> 8. Form 5471 information | <input type="checkbox"/> 11. Dual consolidated loss |
| <input type="checkbox"/> 2. Foreign oil and gas taxes | <input type="checkbox"/> 6. Section 267A disallowed deduction | <input type="checkbox"/> 9. Other forms | <input type="checkbox"/> 12. Form 8865 information |
| <input type="checkbox"/> 3. Splitter arrangements | <input type="checkbox"/> 7. Form 8858 information | <input type="checkbox"/> 10. Partner loan transactions | <input type="checkbox"/> 13. Other international items |
| <input type="checkbox"/> 4. Foreign tax translation | | | (attach description and statement) |

Part II Foreign Tax Credit Limitation

Section 1 - Gross Income

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
1 Sales							
A US	511,925.	0.	0.	0.	0.	0.	511,925.
B							
C							
2 Gross income from performance of services							
A							
B							
C							
3 Gross rental real estate income							
A							
B							
C							
4 Other gross rental income							
A							
B							
C							
5 Guaranteed payments							
6 Interest income							
A							
B							
C							
7 Ordinary dividends (exclude amount on line 8)							
A							
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

Page **3**

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part II Foreign Tax Credit Limitation (continued)

Section 1 - Gross Income (continued)

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
8 Qualified dividends							
A							
B							
C							
9 Reserved for future use							
10 Royalties and license fees							
A							
B							
C							
11 Net short-term capital gain							
A							
B							
C							
12 Net long-term capital gain							
A							
B							
C							
13 Collectibles (28%) gain							
A							
B							
C							
14 Unrecaptured section 1250 gain							
A							
B							
C							
15 Net section 1231 gain							
A							
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

Page **4**

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part II Foreign Tax Credit Limitation *(continued)*

Section 1 - Gross Income *(continued)*

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
16 Section 986(c) gain							
17 Section 987 gain							
18 Section 988 gain							
19 Section 951(a) inclusions							
A							
B							
C							
20 Other income (see instructions)							
A							
B							
C							
21 Reserved for future use							
A							
B							
C							
22 Reserved for future use							
A							
B							
C							
23 Reserved for future use							
A							
B							
C							
24 Total gross income (combine lines 1 through 23)	511,925.						511,925.
A US	511,925.	0.	0.	0.	0.	0.	511,925.
B							
C							

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

Page 5

Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part II Foreign Tax Credit Limitation (continued)**Section 2 - Deductions**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
25 Expenses allocable to sales income ...	565,721.						565,721.
26 Expenses allocable to gross income from performances of services							
27 Net short-term capital loss							
28 Net long-term capital loss							
29 Collectibles loss							
30 Net section 1231 loss							
31 Other losses							
32 Research & experimental (R&E) expenses							
A SIC code:							
B SIC code:							
C SIC code:							
33 Allocable rental expenses - depreciation, depletion, and amortization							
34 Allocable rental expenses - other than depreciation, depletion, and amortization							
35 Allocable royalty and licensing expenses - depreciation, depletion, and amortization							
36 Allocable royalty and licensing expenses - other than depreciation, depletion, and amortization							
37 Depreciation not included on line 33 or 35							
38 Charitable contributions	100.						100.
39 Interest expense specifically allocable under Regulations section 1.861-10(e)							
40 Other interest expense specifically allocable under Regulations section 1.861-10T							
41 Other interest expense - business							
42 Other interest expense - investment ...							
43 Other interest expense - passive activity							
44 Section 59(e)(2) expenditures, excluding R&E expenses on line 32							
45 Foreign taxes not creditable but deductible							

Schedule K-3 (Form 1065) 2022

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Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN **-*****	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part II Foreign Tax Credit Limitation (continued)**Section 2 - Deductions** (continued)

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code)		
46 Section 986(c) loss							
47 Section 987 loss							
48 Section 988 loss							
49 Other allocable deductions (see instructions)							
50 Other apportioned share of deductions (see instructions)							
51 Reserved for future use							
52 Reserved for future use							
53 Reserved for future use							
54 Total deductions (combine lines 25 through 53)	565,821.						565,821.
55 Net income (loss) (subtract line 54 from line 24)	-53,896.						-53,896.

Part III Other Information for Preparation of Form 1116 or 1118**Section 1 - R&E Expenses Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code) (country code)		
1 Gross receipts by SIC code							
A SIC code:							
B SIC code:							
C SIC code:							
E SIC code:							
E SIC code:							
F SIC code:							
2 Exclusive apportionment with respect to total R&E expenses entered on Part II, line 32. Enter the following.							
A R&E expense with respect to activity performed in the United States							
(i) SIC code:						2A(i)	
(ii) SIC code:						2A(ii)	
(iii) SIC code:						2A(iii)	
B R&E expense with respect to activity performed outside the United States							
(i) SIC code:						2B(i)	
(ii) SIC code:						2B(ii)	
(iii) SIC code:						2B(iii)	

Schedule K-3 (Form 1065) 2022

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Name of partnership GRAND FUSION HOUSEWARES, LLC	EIN ** - * * * * *	Name of partner LIFENG CEN RM 19-3 FRIENDSHIP MANS	SSN or TIN APPLIED FOR
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)**Section 2 - Interest Expense Apportionment Factors**

Description	(a) U.S. source	Foreign Source				(f) Sourced by partner	(g) Total
		(b) Foreign branch category income	(c) Passive category income	(d) General category income	(e) Other (category code _____) (country code _____)		
1 Total average value of assets	231,784.						231,784.
2 Sections 734(b) and 743(b) adjustment to assets - average value							
3 Assets attracting directly allocable interest expense under Regulations section 1.861-10(e)							
4 Other assets attracting directly allocable interest expense under Regulations section 1.861-10T							
5 Assets excluded from apportionment formula							
6a Total assets used for apportionment (subtract the sum of lines 3, 4, and 5 from the sum of lines 1 and 2)	231,784.						231,784.
b Assets attracting business interest expense							
c Assets attracting investment interest expense							
d Assets attracting passive activity interest expense							
7 Basis in stock of 10%-owned noncontrolled foreign corporations (see attachment)							
8 Basis in stock of CFCs (see attachment)							

Section 3 - Foreign-Derived Intangible Income (FDII) Deduction Apportionment Factors

Description	(a) U.S. source	Foreign Source			(e) Sourced by partner	(f) Total
		(b) Passive category income	(c) General category income	(d) Other (category code _____) (country code _____)		
1 Foreign-derived gross receipts						
2 Cost of goods sold						
3 Partnership deductions allocable to foreign-derived gross receipts						
4 Other partnership deductions apportioned to foreign-derived gross receipts						

Schedule K-3 (Form 1065) 2022

Page **8**

Name of partnership	EIN	Name of partner	SSN or TIN
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes

Description	(a) Type of tax	(b) Section 951A category income		(c) Foreign branch category income		
		U.S.	Foreign	U.S.	Foreign	Partner
1 Direct (section 901 or 903) foreign taxes: <input type="checkbox"/> Paid <input type="checkbox"/> Accrued						
A						
B						
C						
D						
E						
F						
2 Reduction of taxes (total)						
A Taxes on foreign mineral income						
B Reserved for future use						
C International boycott provisions						
D Failure-to-file penalties						
E Taxes with respect to splitter arrangements						
F Taxes on foreign corporate distributions						
G Other						
3 Foreign tax redeterminations						
A						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
B						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
C						
Related tax year						
Date tax paid						
Contested tax <input type="checkbox"/>						
4 Reserved for future use						
5 Reserved for future use						
6 Reserved for future use						

Schedule K-3 (Form 1065) 2022

Schedule K-3 (Form 1065) 2022

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Name of partnership	EIN	Name of partner	SSN or TIN
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Part III Other Information for Preparation of Form 1116 or 1118 (continued)

Section 4 - Foreign Taxes (continued)

	(d) Passive category income			(e) General category income			(f) Other (category code _____)	(g) Total
	U.S.	Foreign	Partner	U.S.	Foreign	Partner		
1								
A								
B								
C								
D								
E								
F								
2								
A								
B								
C								
D								
E								
F								
G								
3								
A								
B								
C								
4								
5								
6								

Section 5 - Other Tax Information

Description	(a) U.S. source	Foreign Source					(g) Sourced by partner	(h) Total
		(b) Section 951A category income	(c) Foreign branch category income	(d) Passive category income	(e) General category income	(f) Other (category code _____) (country code _____)		
1 Section 743(b) positive income adjustment								
2 Section 743(b) negative income adjustment								
3 Reserved for future use								
4 Reserved for future use								

2022 TAX RETURN FILING INSTRUCTIONS

CALIFORNIA FORM 568

FOR THE YEAR ENDING

December 31, 2022

Prepared for	Grand Fusion Housewares, LLC 12 Partridge Irvine, CA 92604															
Prepared by	Foumberg, Juneja, Rocher & CO., P.C. 16311 Ventura Blvd. Suite #1180 Encino, CA 91436															
To be signed and dated by	A member of the LLC															
Amount of tax	<table><tr><td>Total tax</td><td>\$</td><td>12,590.00</td></tr><tr><td>Less: payments and credits</td><td>\$</td><td>7,600.00</td></tr><tr><td>Plus: other amount</td><td>\$</td><td>0.00</td></tr><tr><td>Plus: interest and penalties</td><td>\$</td><td>0.00</td></tr><tr><td>Balance due</td><td>\$</td><td>4,990.00</td></tr></table>	Total tax	\$	12,590.00	Less: payments and credits	\$	7,600.00	Plus: other amount	\$	0.00	Plus: interest and penalties	\$	0.00	Balance due	\$	4,990.00
Total tax	\$	12,590.00														
Less: payments and credits	\$	7,600.00														
Plus: other amount	\$	0.00														
Plus: interest and penalties	\$	0.00														
Balance due	\$	4,990.00														
Overpayment	<table><tr><td>Credited to your estimated tax</td><td>\$</td><td>0.00</td></tr><tr><td>Other amount</td><td>\$</td><td>0.00</td></tr><tr><td>Refunded to you</td><td>\$</td><td>0.00</td></tr></table>	Credited to your estimated tax	\$	0.00	Other amount	\$	0.00	Refunded to you	\$	0.00						
Credited to your estimated tax	\$	0.00														
Other amount	\$	0.00														
Refunded to you	\$	0.00														
Mail tax return and check (if applicable) to	This return has qualified for electronic filing. After you have reviewed your return for completeness and accuracy, please sign, date and return Form 8453-LLC to our office. We will then transmit your return electronically to the FTB.															
Forms to be distributed to partners	Enclosed are copies of Schedule K-1 to be distributed to the members.															
Return must be mailed on or before	Not applicable															
Special Instructions	<p>Do not mail the paper copy of the return to the FTB.</p> <p>Your payment should be made as instructed below by October 16, 2023.</p> <p>Payment of tax must be made electronically via the Franchise Tax Board website at:</p> <p>WWW.FTB.CA.GOV/PAY</p>															

2023 ESTIMATED TAX FILING INSTRUCTIONS

CALIFORNIA FORM 3536 (LLC)

FOR THE YEAR ENDING

December 31, 2023

Prepared for	Grand Fusion Housewares, LLC 12 Partridge Irvine, CA 92604																											
Prepared by	Foumberg, Juneja, Rocher & CO., P.C. 16311 Ventura Blvd. Suite #1180 Encino, CA 91436																											
Amount of tax	<table><tr><td>Total Estimated Tax</td><td>\$</td><td>11,790</td></tr><tr><td>Less credit from prior year</td><td>\$</td><td>0</td></tr><tr><td>Less amount already paid on 2023 estimate</td><td>\$</td><td>0</td></tr><tr><td>Balance due</td><td>\$</td><td>11,790</td></tr></table> <p>Payable in full or in installments as follows:</p> <table><thead><tr><th>Installment</th><th>Amount</th><th>Due Date</th></tr></thead><tbody><tr><td>No. 1</td><td>\$ 11,790</td><td>June 15, 2023</td></tr><tr><td>No. 2</td><td>\$ Not applicable</td><td></td></tr><tr><td>No. 3</td><td>\$ Not applicable</td><td></td></tr><tr><td>No. 4</td><td>\$ Not applicable</td><td></td></tr></tbody></table>	Total Estimated Tax	\$	11,790	Less credit from prior year	\$	0	Less amount already paid on 2023 estimate	\$	0	Balance due	\$	11,790	Installment	Amount	Due Date	No. 1	\$ 11,790	June 15, 2023	No. 2	\$ Not applicable		No. 3	\$ Not applicable		No. 4	\$ Not applicable	
Total Estimated Tax	\$	11,790																										
Less credit from prior year	\$	0																										
Less amount already paid on 2023 estimate	\$	0																										
Balance due	\$	11,790																										
Installment	Amount	Due Date																										
No. 1	\$ 11,790	June 15, 2023																										
No. 2	\$ Not applicable																											
No. 3	\$ Not applicable																											
No. 4	\$ Not applicable																											
Make check payable to	Not applicable																											
Mail voucher and check (if applicable) to	Payments must be filed and paid electronically via the Franchise Tax Board website at: WWW.FTB.CA.GOV/PAY																											
Special Instructions																												

2023 ESTIMATED TAX FILING INSTRUCTIONS

CALIFORNIA FORM 3893 ELECTIVE TAX ESTIMATE PAYMENT

FOR THE YEAR ENDING

December 31, 2023

Prepared for	Grand Fusion Housewares, LLC 12 Partridge Irvine, CA 92604																											
Prepared by	Foumberg, Juneja, Rocher & CO., P.C. 16311 Ventura Blvd. Suite #1180 Encino, CA 91436																											
Amount of tax	<table><tr><td>Total Estimated Tax</td><td>\$</td><td>1,000</td></tr><tr><td>Less credit from prior year</td><td>\$</td><td>0</td></tr><tr><td>Less amount already paid on 2023 estimate</td><td>\$</td><td>0</td></tr><tr><td>Balance due</td><td>\$</td><td>1,000</td></tr></table> <p>Payable in full or in installments as follows:</p> <table><thead><tr><th>Installment</th><th>Amount</th><th>Due Date</th></tr></thead><tbody><tr><td>No. 1</td><td>\$ 1,000</td><td>June 15, 2023</td></tr><tr><td>No. 2</td><td>\$ Not applicable</td><td></td></tr><tr><td>No. 3</td><td>\$ Not applicable</td><td></td></tr><tr><td>No. 4</td><td>\$ Not applicable</td><td></td></tr></tbody></table>	Total Estimated Tax	\$	1,000	Less credit from prior year	\$	0	Less amount already paid on 2023 estimate	\$	0	Balance due	\$	1,000	Installment	Amount	Due Date	No. 1	\$ 1,000	June 15, 2023	No. 2	\$ Not applicable		No. 3	\$ Not applicable		No. 4	\$ Not applicable	
Total Estimated Tax	\$	1,000																										
Less credit from prior year	\$	0																										
Less amount already paid on 2023 estimate	\$	0																										
Balance due	\$	1,000																										
Installment	Amount	Due Date																										
No. 1	\$ 1,000	June 15, 2023																										
No. 2	\$ Not applicable																											
No. 3	\$ Not applicable																											
No. 4	\$ Not applicable																											
Make check payable to	Not applicable																											
Mail voucher and check (if applicable) to	Payments must be filed and paid electronically via the Franchise Tax Board website at: WWW.FTB.CA.GOV/PAY																											
Special Instructions																												

2023 TAX RETURN FILING INSTRUCTIONS

CALIFORNIA FORM 3522

FOR THE YEAR ENDING

December 31, 2023

Prepared for	Grand Fusion Housewares, LLC 12 Partridge Irvine, CA 92604
Prepared by	Foumberg, Juneja, Rocher & CO., P.C. 16311 Ventura Blvd. Suite #1180 Encino, CA 91436
Amount due or refund	Balance due \$800.00
Make check payable to	Not applicable
Mail tax return and check (if applicable) to	Payment of tax must be made electronically via the Franchise Tax Board website at: WWW.FTB.CA.GOV/PAY
Return must be mailed on or before	Payment must be made as soon as possible
Special Instructions	

022

Date Accepted _____

DO NOT MAIL THIS FORM TO FTB

TAXABLE YEAR

2022**California e-file Return Authorization for
Limited Liability Companies**

FORM

8453-LLC

Limited liability company name

California Secretary of State (SOS)

file number or FEIN

** - * * * * *

GRAND FUSION HOUSEWARES, LLC**Part I Tax Return Information** (whole dollars only)

1	Total income (Form 568, Schedule B, line 12 or Form 568, line 1 for Single Member LLCs)	1	2,795,181
2	Ordinary income (Form 568, Schedule B, line 23 or Form 568, line 1 for Single Member LLCs)	2	-476,446
3	Tax and fee due (Form 568, line 16)	3	4,990
4	Overpayment (Form 568, line 17)	4	
5	Total amount due (Form 568, line 21)	5	4,990

Part II Settle Your Account Electronically for Taxable Year 2022.

6 ☐ Electronic funds withdrawal 6a Amount 6b Withdrawal date (mm/dd/yyyy)

Part III Make Annual Tax or Estimated Fee Payment for Taxable Year 2023 This is NOT an installment payment for the current amount the LLC owes.

	Annual Tax Payment	Estimated Fee Payment
7 Amount	0	0
8 Withdrawal date		

Part IV Banking Information (Have you verified the LLC's banking information?)

9 Routing number _____

10 Account number _____

11 Type of account: ☐ Checking ☐ Savings**Part V Declaration of Authorized Member or Manager**

I authorize the limited liability company account to be settled as designated in Parts II, III, and IV. If I check box 6, I authorize an electronic funds withdrawal for the amount listed on line 6a and for the 2023 annual tax or estimated fee payment amount listed on line 7 from the bank account specified in Part IV.

Under penalties of perjury, I declare that I am an authorized member or manager of the above limited liability company and that the information I provided to my electronic return originator (ERO), transmitter, or intermediate service provider and the amounts in Part I above agree with the amounts on the corresponding lines of the limited liability company's 2022 California income tax return. To the best of my knowledge and belief, the limited liability company's return is true, correct, and complete. If the limited liability company is filing a balance due return, I understand that if the Franchise Tax Board (FTB) does not receive full and timely payment of the limited liability company's tax liability, the limited liability company will remain liable for the tax liability and all applicable interest and penalties. I authorize the limited liability company return and accompanying schedules and statements be transmitted to the FTB by my ERO, transmitter, or intermediate service provider. **If the processing of the limited liability company's return or refund is delayed, I authorize the FTB to disclose to my ERO or intermediate service provider the reason(s) for the delay or the date when the refund was sent.**

**Sign
Here**

Signature of authorized member or manager

Date

GENERAL PARTNER

Title

Part VI Declaration of Electronic Return Originator (ERO) and Paid Preparer.

I declare that I have reviewed the above limited liability company's return and that the entries on form FTB 8453-LLC are complete and correct to the best of my knowledge. (If I am only an intermediate service provider, I understand that I am not responsible for reviewing the limited liability company's return. I declare, however, that form FTB 8453-LLC accurately reflects the data on the return.) I have obtained the signature from the limited liability company authorized member or manager on form FTB 8453-LLC before transmitting this return to the FTB; I have provided the limited liability company authorized member or manager with a copy of all forms and information that I will file with the FTB, and I have followed all other requirements described in FTB Pub. 1345, 2022 Handbook for Authorized e-file Providers. I will keep form FTB 8453-LLC on file for **four** years from the due date of the return or **four** years from the date the limited liability company return is filed, whichever is later, and I will make a copy available to the FTB upon request. If I am also the paid preparer, under penalties of perjury, I declare that I have examined the above limited liability company's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I make this declaration based on all information of which I have knowledge.

ERO	ERO's signature	Date	Check if also paid preparer <input checked="" type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's PTIN
Must Sign	Firm's name (or yours if self-employed) and address	08/30/23			P00112942
	FOUMBERG, JUNEJA, ROCHER & CO., P.C.				Firm's FEIN ** - * * * * *
	16311 VENTURA BLVD. SUITE #1180				
	ENCINO, CA				ZIP code 91436

Under penalties of perjury, I declare that I have examined the above limited liability company's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I make this declaration based on all information of which I have knowledge.

Paid Preparer	Paid preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Paid preparer's PTIN
Must Sign	Firm's name (or yours if self-employed) and address			
				Firm's FEIN
				ZIP code

FTB 8453-LLC 2022

Payment 1 -

Calendar year filers - File and Pay by June 15, 2023

Note: The PTE may not make an election if the initial payment is not made by June 15th during the taxable year of the election.

When the due date falls on a weekend or holiday, the deadline to file and pay without penalty is extended to the next business day.

WHERE TO FILE:

Using black or blue ink, make check or money order payable to the "Franchise Tax Board." Write the California corporation number, FEIN, or CA SOS file number and "2023 FTB 3893" on the check or money order. Detach form below. Enclose, but **do not** staple, the payment with the form and mail to:

**FRANCHISE TAX BOARD
PO BOX 942857
SACRAMENTO CA 94257-0531**

Make all checks or money orders payable in U.S. dollars and drawn against a U.S. financial institution.

ONLINE SERVICES:

PTEs can make payments electronically at the FTB's website using Web Pay for Businesses. PTE's can make an immediate payment or schedule payments up to a year in advance. Go to **ftb.ca.gov/pay** for more information. **Do not** mail this form if the PTE uses Web Pay.

229451 12-22-22

____ DETACH HERE _____ IF NO PAYMENT IS DUE, DO NOT MAIL THIS FORM _____

CAUTION: You may be required to pay electronically, see instructions.

____ DETACH HERE ____

Payment 1

TAXABLE YEAR

Pass-Through Entity

CALIFORNIA FORM

2023

Elective Tax Payment Voucher

3893 (PTE)

GRAN **-***** 202019110275 23 FORM 3
TYB 01-01-2023 TYE 12-31-2023
GRAND FUSION HOUSEWARES LLC

12 PARTRIDGE
IRVINE

CA 92604

Amount of Payment

1000.

022

6231236

FTB 3893 2022

TAXABLE YEAR

2022

**Limited Liability Company
Return of Income**229851 02-02-23
CALIFORNIA FORM

568

202019110275 GRAN **-*****
TYB 01-01-2022 TYE 12-31-2022
GRAND FUSION HOUSEWARES LLC

22

12 PARTRIDGE
IRVINE CA 92604ACCTMETHOD 2 01-01-2021 ASSETS 2588736.
INITIAL 0 FINAL 0 AMENDED 0 PROTECTIVE 0

- I (1) During this taxable year, did another person or legal entity acquire control or majority ownership (more than a 50% interest) of this LLC or any legal entity in which the LLC holds a controlling or majority interest that owned California real property (i.e., land, buildings), leased such property for a term of 35 years or more, or leased such property from a government agency for any term? • ☐ Yes ☒ No
- (2) During this taxable year, did this LLC acquire control or majority ownership (more than a 50% interest) in another legal entity that owned California real property (i.e., land, buildings), leased such property for a term of 35 years or more, or leased such property from a government agency for any term? • ☐ Yes ☒ No
- (3) During this taxable year, has more than 50% of the LLC's ownership interests cumulatively transferred in one or more transactions after an interest in California real property (i.e., land, buildings) was transferred to it that was excluded from property tax reassessment under Revenue and Taxation Code Section 62(a)(2) and it was not reported on a previous year's tax return? • ☐ Yes ☒ No
- (Yes requires filing of statement, penalties may apply - see instructions.)**

		Whole dollars only	
Enclose, but do not staple, any payment.	Complete Schedule IW, LLC Income Worksheet (on Side 7) first to determine line 1.		
	1 Total income from Schedule IW, Limited Liability Company Income Worksheet. See instructions	1	5,119,248 00
	2 Limited Liability Company fee. See instructions	2	11,790 00
	3 2022 annual Limited Liability Company tax. See instructions	3	800 00
	4 Pass-through entity elective tax. See instructions	4	00
	5 Nonconsenting nonresident members' tax liability from Schedule T (Side 4)	5	00
	6 Partnership level tax. If IRS concluded a centralized audit for this year, see instructions. If not, leave blank.	6	00
	7 Total tax and fee. Add line 2, line 3, line 4, line 5, and line 6	7	12,590 00
	8 Amount paid with form FTB 3537 and 2022 form FTB 3522 and form FTB 3536 STMT 1	8	7,600 00
	9 Amount paid with form FTB 3893	9	00
	10 Overpayment from prior year allowed as a credit	10	00
	11 Withholding (Form 592-B and/or 593)	11	00
	12 Total payments. Add line 8, line 9, line 10 and line 11	12	7,600 00
	13 Use tax. This is not a total line. See instructions	13	00
	14 Payments balance. If line 12 is more than line 13, subtract line 13 from line 12	14	7,600 00
	15 Use tax balance. If line 13 is more than line 12, subtract line 12 from line 13	15	00
	16 Tax and fee due. If line 7 is more than line 14, subtract line 14 from line 7	16	4,990 00
	17 Overpayment. If line 14 is more than line 7, subtract line 7 from line 14	17	00

		Whole dollars only	
18	Amount of line 17 to be credited to 2023 tax or fee	18	00
19	Refund. If the total of line 18 is less than line 17, subtract the total from line 17	19	00
20	Penalties and interest. See instructions	20	00
21	Total amount due. Add line 15, line 16, line 18, and line 20, then subtract line 17 from the result	21	4,990.00

J Principal business activity code (Do not leave blank) **444110**
 Business activity **RETAIL SALES** Product or service **HOME ACCESSORIES**

K Enter the maximum number of members in the LLC at any time during the year. For multiple member LLCs, attach a California Schedule K-1 (568) for each of these members **2**

L Is this LLC an investment partnership? See General Information O ☐ Yes ☒ No

M (1) Is this LLC apportioning or allocating income to California using Schedule R? ☐ Yes ☒ No

(2) If "No," was this LLC registered in California without earning any income sourced in this state during the taxable year? ☒ Yes ☐ No

N Was there a distribution of property or a transfer (for example, by sale or death) of an LLC interest during the taxable year? ☐ Yes ☒ No

P (1) Does the LLC have any foreign (non-U.S.) nonresident members? ☒ Yes ☐ No

(2) Does the LLC have any domestic (non-foreign) nonresident members? ☐ Yes ☒ No

(3) Were Form 592, Form 592-A, Form 592-B, Form 592-F, and Form 592-PTE filed for these members? ☐ Yes ☒ No

Q Are any members in this LLC also LLCs or partnerships? ☐ Yes ☒ No

R Is this LLC under audit by the IRS or has it been audited in a prior year? ☐ Yes ☒ No

S Is this LLC a member or partner in another multiple member LLC or partnership? ☐ Yes ☒ No
 If "Yes," complete Schedule EO, Part I.

T Is this LLC a publicly traded partnership as defined in IRC Section 469(k)(2)? ☒ Yes ☐ No

U (1) Is this LLC a business entity disregarded for tax purposes? ☐ Yes ☒ No

(2) If "Yes," see instructions and complete Side 1, Side 2, Side 3, Schedule B, Side 5, and Side 7, if applicable. Are there credits or credit carryovers attributable to the disregarded entity? ☐ Yes ☐ No

(3) If "Yes" to U(1), does the disregarded entity have total income derived from or attributable to California that is less than the LLC's total income from all sources? ☐ Yes ☐ No

V Has the LLC included a Reportable Transaction, or Listed Transaction within this return?
 (See instructions for definitions). If "Yes," complete and attach federal Form 8886 for each transaction ☐ Yes ☒ No

W Did this LLC file the Federal Schedule M-3 (federal Form 1065)? ☐ Yes ☒ No

X Is this LLC a direct owner of an entity that filed a federal Schedule M-3? ☐ Yes ☒ No

Y Does the LLC have a beneficial interest in a trust or is it a grantor of a Trust? ☐ Yes ☒ No
 If "Yes," attach schedule of trusts and federal identification numbers.

Z Does this LLC own an interest in a business entity disregarded for tax purposes? ☒ Yes ☐ No
 If "Yes," complete Schedule EO, Part II.

AA Is any member of the LLC related (as defined in IRC Section 267(c)(4)) to any other member of the LLC? ☐ Yes ☒ No

BB Is any member of the LLC a trust for the benefit of any person related (as defined in IRC Section 267(c)(4)) to any other member? ☐ Yes ☒ No

(continued on Side 3)

(continued from Side 2)

CC (1) Is the LLC deferring any income from the disposition of assets? (see instructions) ☐ Yes ☒ No

(2) If "Yes," enter the year of asset disposition

DD Is the LLC reporting previously deferred Income from: (see instructions) ☐ Installment Sale ☐ IRC §1031 ☐ IRC §1033 ☐ Other

EE "Doing business as" name. See instructions: • _____

FF (1) Has this LLC operated as another entity type such as a Corporation, S Corporation, General Partnership, Limited Partnership, or Sole Proprietorship in the previous five (5) years? ☐ Yes ☒ No

(2) If "Yes", provide prior FEIN(s) if different, business name(s), and entity type(s) for prior returns filed with the FTB and/or IRS (see instructions): _____

GG (1) Has this LLC previously operated outside California? ☐ Yes ☒ No

(2) Is this the first year of doing business in California? ☐ Yes ☒ No

HH Is the LLC a section 721(c) partnership, as defined in Treasury Regulations Section 1.721(c)-1T(b)(14)? ☐ Yes ☒ No

II At any time during the tax year, were there any transfers between the LLC and its members subject to the disclosure requirements of Regulations section 1.707-8? ☐ Yes ☒ No

JJ Check if the LLC: (1) ☐ Aggregated activities for IRC Section 465 at-risk purposes

(2) ☐ Grouped activities for IRC Section 469 passive activity purposes

KK (1) Has this business entity previously filed an unclaimed property Holder Remit Report with the State Controller's Office? ☐ Yes ☒ No

(2) If "Yes," when was the last report filed? (mm/dd/yyyy) • (3) Amount last remitted ■ \$

Single Member LLC Information and Consent - Complete only if the LLC is disregarded.		• Federal TIN/ SSN
Sole Owner's name (as shown on owner's return) ●		FEIN/CA Corp no./CA SOS File no.

Street Address, City, State, and ZIP Code

• What type of entity is the ultimate owner of this SMLLC? Check only one box:

☐ (1) Individual ☐ (2) C Corporation ☐ (3) Pass-Through (S corporation, partnership, LLC classified as a partnership)

☐ (4) Estate/Trust ☐ (5) Exempt Organization

Member's Consent Statement: I consent to the jurisdiction of the State of California to tax my LLC income and agree to file returns and pay tax as may be required by the Franchise Tax Board.

Signature ►

Date

Sign Here	Our privacy notice can be found in annual tax booklets or online. Go to ftb.ca.gov/privacy to learn about our privacy policy statement, or go to ftb.ca.gov/forms and search for 1131 to locate FTB 1131 EN-SP, Franchise Tax Board Privacy Notice on Collection. To request this notice by mail, call 800.338.0505 and enter form code 948 when instructed.		
	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		
Paid Preparer's Use Only	Signature of authorized member or manager ►	Date	Telephone
	Authorized member or manager's email address (optional) HILTON@GRANDFUSIONHOUSEWARES.C		•
	Paid preparer's signature ►	Date 08/30/23	Check if <input type="checkbox"/> self-employed
	Firm's name (or yours, if self-employed) and address ► FOUMBERG, JUNEJA, ROCHER & CO., P.C. 16311 VENTURA BLVD. SUITE #1180 ENCINO, CA 91436		Firm's FEIN • **-*****
			Telephone • (818) 981-6100
May the FTB discuss this return with the preparer shown above (see instructions)?			• <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Schedule A Cost of Goods Sold

1	Inventory at beginning of year	1	1,118,636	00
2	Purchases less cost of items withdrawn for personal use	2	2,496,907	00
3	Cost of labor	3		00
4	Additional IRC Section 263A costs. Attach schedule	4		00
5	Other costs. Attach schedule	5	34,560	00
6	Total. Add line 1 through line 5	6	3,650,103	00
7	Inventory at end of year	7	1,326,036	00
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Schedule B, line 2	8	2,324,067	00

9 a Check all methods used for valuing closing inventory:
(1) ☐ Cost (2) ☐ Lower of cost or market as described in Treas. Reg. Section 1.471-4 (3) ☐ Write down of "subnormal" goods as described in Treas. Reg. Section 1.471-2(c) (4) ☐ Other. Specify method used and attach explanation
b Check this box if the LIFO inventory method was adopted this taxable year for any goods. If checked, attach federal Form 970 ☐
c Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the LLC? ☐ Yes ☒ No
d Was there any change (other than for IRC Section 263A purposes) in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

Schedule B Income and Deductions

Caution: Include only trade or business income and expenses on line 1a through line 22 below. See the instructions for more information.

Income	1 a Gross receipts or sales \$	5,204,189	b Less returns and allowances \$	84,941	c Balance	1c	5,119,248	00
	2 Cost of goods sold (Schedule A, line 8)				2	2,324,067	00	
	3 GROSS PROFIT. Subtract line 2 from line 1c				3	2,795,181	00	
	4 Total ordinary income from other LLCs, partnerships, and fiduciaries. Attach schedule				4		00	
	5 Total ordinary loss from other LLCs, partnerships, and fiduciaries. Attach schedule				5		00	
	6 Total farm profit. Attach federal Schedule F (Form 1040)				6		00	
	7 Total farm loss. Attach federal Schedule F (Form 1040)				7		00	
	8 Total gains included on Schedule D-1, Part II, line 17 (gain only)				8		00	
	9 Total losses included on Schedule D-1, Part II, line 17 (loss only)				9		00	
	10 Other income. Attach schedule				10		00	
	11 Other loss. Attach schedule				11		00	
	12 Total income (loss). Combine line 3 through line 11				12	2,795,181	00	
Deductions	13 Salaries and wages (other than to members)				13	298,581	00	
	14 Guaranteed payments to members				14		00	
	15 Bad debts				15	276	00	
	16 Deductible interest expense not claimed elsewhere on return				16	94,637	00	
	17 a Depreciation and amortization. Att form FTB 3885L \$	19,990	b Less depreciation reported on Sch A and elsewhere on return \$		c Balance	17c	19,990	00
	18 Depletion. Do not deduct oil and gas depletion				18		00	
	19 Retirement plans, etc.				19		00	
	20 Employee benefit programs				20		00	
	21 Other deductions. Attach schedule				21	2,858,143	00	
	22 Total deductions. Add line 13 through line 21				22	3,271,627	00	
	23 Ordinary income (loss) from trade or business activities. Subtract line 22 from line 12				23	-476,446	00	

Schedule T Nonconsenting Nonresident Members' Tax Liability. Attach additional sheets if necessary.

(a) Member's name	(b) SSN, ITIN, or FEIN	(c) Distributive share of income	(d) Tax rate	(e) Member's total tax due (see instructions)	(f) Amount withheld by this LLC on this member - reported on Form 592-B	(g) Member's net tax due

Total the amount of tax due. Enter the total here and on Side 1, line 4. If less than zero enter -0-

Schedule K Members' Shares of Income, Deductions, Credits, etc.

(a) Distributive share items		(b) Amounts from federal K (1065)	(c) California adjustments	(d) Total amounts using California law			
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 • -537,959	61,513	• -476,446			
	2 Net income (loss) from rental real estate activities. Attach federal Form 8825	2 •		•			
	3 a Gross income (loss) from other rental activities	3a •		•			
	b Less expenses. Attach schedule	3b					
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c •		•			
	4 Guaranteed payments a Services	4a					
	b Capital	4b					
	c Total	4c •		•			
	5 Interest income	5 •		•			
	6 Dividends	6 •		•			
	7 Royalties	7 •		•			
	8 Net short-term capital gain (loss). Attach Schedule D (568)	8 •		•			
	9 Net long-term capital gain (loss). Attach Schedule D (568)	9 •		•			
	10 a Total gain under IRC Section 1231 (other than due to casualty or theft)	10a •		•			
b Total loss under IRC Section 1231 (other than due to casualty or theft)	10b •		•				
Deductions	11 a Other portfolio income (loss). Attach schedule	11a •		•			
	b Total other income. Attach schedule	11b •		•			
	c Total other loss. Attach schedule	11c •		•			
	12 Expense deduction for recovery property (IRC Section 179). Attach schedule	12 •		•			
	13 a Charitable contributions. Attach schedule STMT 5	13a • 1,002		• 1,002			
	b Investment interest expense	13b •		•			
Credits	c 1 Total expenditures to which IRC Section 59(e) election may apply	13c1 •		•			
	2 Type of expenditures	13c2					
	d Deductions related to portfolio income	13d •		•			
	e Other deductions. Attach schedule	13e •		•			
	15 a Withholding on LLC allocated to all members	15a		•			
	b Low-income housing credit	15b		•			
Alternative Minimum Tax (AMT) Items	c Credits other than the credit shown on line 15b related to rental real estate activities. Attach schedule	15c		•			
	d Credits related to other rental activities. Attach schedule	15d		•			
	e Nonconsenting nonresident members' tax paid by LLC	15e		•			
	f Other credits. Attach schedule	15f		•			
	17 a Depreciation adjustment on property placed in service after 1986	17a	2,208	• 2,208			
	b Adjusted gain or loss	17b		•			
Other Information	c Depletion (other than oil and gas)	17c		•			
	d Gross income from oil, gas, and geothermal properties	17d		•			
	e Deductions allocable to oil, gas, and geothermal properties	17e		•			
	f Other alternative minimum tax items. Attach schedule	17f		•			
	18 a Tax-exempt interest income	18a		•			
	b Other tax-exempt income	18b		•			
	c Nondeductible expenses STMT 6	18c 4,260	16,608	• 20,868			
	19 a Distributions of money (cash and marketable securities)	19a		•			
b Distribution of property other than money	19b		•				
Analysis	20 a Investment income	20a		•			
	b Investment expenses	20b		•			
	c Other information. See instructions STMT 7	20c		•			
Analysis	21 a Total distributive income/payment items. Combine lines 1, 2, 3c and 4c through 11c. From the result, subtract the sum of lines 12 through 13e.	21a • -538,961	61,513	• -477,448			
	b Analysis of members:	(a) Corporate	(b) Individual	(c) Partnership	(d) Exempt Organization	(e) Nominee/Other	(f) LLC
	Members	• -477,448 •	i. Active •	ii. Passive •	•	•	

Schedule L Balance Sheets. See instructions before completing Schedules L, M-1, and M-2.

Assets	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
1 Cash		67,161		193,032
2 a Trade notes and accounts receivable	490,416		559,926	
b Less allowance for bad debts	()	490,416	()	559,926
3 Inventories		1,118,636		1,326,036
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets. Attach schedule	STATEMENT 10	249,572		357,852
7 a Loans to members				
b Mortgage and real estate loans				
8 Other investments. Attach schedule				
9 a Buildings and other depreciable assets	53,610		107,441	
b Less accumulated depreciation	(53,610)		(107,441)	
10 a Depletable assets				
b Less accumulated depletion	()		()	
11 Land (net of any amortization)				
12 a Intangible assets (amortizable only)	161,896		171,068	
b Less accumulated amortization	(40,746)	121,150	(51,809)	119,259
13 Other assets. Attach schedule	STATEMENT 11			32,631
14 Total assets		2,046,935		2,588,736
Liabilities and Capital				
15 Accounts payable		337,979		757,378
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities. Attach schedule	STATEMENT 12	263,724		922,440
18 All nonrecourse loans				
19 a Loans from members		503,739		618,035
b Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities. Attach schedule	STATEMENT 13	816,223		708,834
21 Members' capital accounts		125,270		-417,951
22 Total liabilities and capital		2,046,935		2,588,736

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return. Use total amount under California law. See instructions.

1 Net income (loss) per books	-543,221	6 Income recorded on books this year not included on Schedule K, line 1 through line 11c. Itemize:	
2 Income included on Schedule K, line 1 through line 11c not recorded on books this year. Itemize		a Tax-exempt interest	
3 Guaranteed payments (other than health insurance)		b Other	
4 Expenses recorded on books this year not included on Schedule K, line 1 through line 13e. Itemize:		c Total. Add line 6a and line 6b	
a Depreciation		7 Deductions included on Schedule K, line 1 through line 13e not charged against book income this year. Itemize:	
b Travel and entertainment		a Depreciation	
c Annual LLC tax		b Other	
d Other	4,260	c Total. Add line 7a and line 7b	
e Total. Add line 4a through line 4d	4,260	8 Total. Add line 6c and line 7c	
5 Total of line 1 through line 4e	-538,961	9 Income (loss) (Schedule K, line 21a.) Subtract line 8 from line 5	-538,961

Schedule M-2 Analysis of Members' Capital Accounts. Use California amounts.

1 Balance at beginning of year	125,270	5 Total of line 1 through line 4	-413,691
2 Capital contributed during year		6 Distributions: a Cash	
a Cash		b Property	
b Property		7 Other decreases. Itemize	4,260
3 Net income (loss) per books	-538,961	8 Total of line 6 and line 7	4,260
4 Other increases. Itemize		9 Balance at end of year. Subtract line 8 from line 5	-417,951

Schedule O Amounts from Liquidation used to Capitalize a Limited Liability Company. (Complete only if initial return box is checked on Side 1, Question H.)

Name of entity liquidated (if more than one, attach a schedule) _____

Type of entity: ☐ (1) C Corporation ☐ (2) S Corporation ☐ (3) Partnership ☐ (4) Limited Partnership ☐ (5) Sole Proprietor ☐ (6) Farmer

Entity identification number(s): FEIN _____ SSN or ITIN _____ CA Corp. No. _____ CA SOS File No. _____

Amount of liquidation gains recognized to capitalize the LLC _____

Schedule IW Limited Liability Company (LLC) Income Worksheet

Enter your California income amounts on the worksheet. All amounts entered must be assigned for California law differences. **Use only amounts that are from sources derived from or attributable to California when completing lines 1-17 of this worksheet.** If your business is both within and outside of California, see Schedule IW instructions to assign the correct amounts to California. If the LLC is wholly within California, the total income amount is assigned to California and is entered beginning with line 1a. If the single member LLC (SMLLC) does not meet the 3 million criteria for filing Schedule B (568) and Schedule K (568), the SMLLC is still required to complete Schedule IW. Disregarded entities that do not meet the filing requirements to complete Schedule B or Schedule K should prepare Schedule IW by entering the California amounts attributable to the disregarded entity from the member's federal Schedule B, C, D, E, F (Form 1040), or additional schedules associated with other activities. **Do not enter amounts on this worksheet that have already been reported by another LLC to determine its fee.**

See instructions on page 14 of the Form 568 Booklet for more information on how to complete Schedule IW.

- 1 a Total California income from Form 568, Schedule B, line 3. See instructions ☒ 1a 2,795,181
- b Enter the California cost of goods sold from Form 568, Schedule B, line 2 and from federal Schedule F (Form 1040) (plus California adjustments) associated with the receipts assigned to California on lines 1a and 4 ☒ 1b 2,324,067
- 2 a If the answer to Question U(1) on Form 568 Side 2, is "Yes", include the gross income of this disregarded entity that is not included in lines 1 and 8 through 16 ... ☒ 2a _____
- b Enter the cost of goods sold of disregarded entities associated with the receipts assigned to California on line 2a ☒ 2b _____
- 3 a LLC's distributive share of ordinary income from pass-through entities ☒ 3a _____
- b Enter the LLC's distributive share of cost of goods sold from other pass-through entities associated with the receipt assigned to California on line 3a (see Schedule K-1s (565), Table 3, line 1a) ☒ 3b _____
- c Enter the LLC's distributive share of deductions from other pass-through entities associated with the receipt assigned to California on line 3a (see Schedule K-1s (565), Table 3, line 1b) ☒ 3c _____
- 4 Add gross farm income from federal Schedule F (Form 1040). Use California amounts ☒ 4 _____
- 5 Enter the total of other income (not loss) from Form 568, Schedule B, line 10 ☒ 5 _____
- 6 Enter the total gains (not losses) from Form 568, Schedule B, line 8 ☒ 6 _____
- 7 **Add line 1a through line 6** ☒ 7 5,119,248
- 8 **California rental real estate**
- a Enter the total gross rents from federal Form 8825, line 18a ☒ 8a _____
- b Enter the total gross rents from all Schedule K-1s (565), Table 3, line 2 ☒ 8b _____
- c Add line 8a and line 8b ☒ 8c _____
- 9 **Other California rentals.**
- a Enter the amount from Schedule K (568), line 3a ☒ 9a _____
- b Enter the amount from all Schedule K-1s (565), Table 3, line 3 ☒ 9b _____
- c Add lines 9a and 9b ☒ 9c _____
- 10 **California interest.** Enter the amount from Form 568, Schedule K, line 5 ☒ 10 _____
- 11 **California dividends.** Enter the amount from Form 568, Schedule K, line 6 ☒ 11 _____
- 12 **California royalties.** Enter the amount from Form 568, Schedule K, line 7 ☒ 12 _____
- 13 **California capital gains.** Enter the capital gains (not losses) included in the amounts from Form 568, Sch. K, lines 8 and 9 ☒ 13 _____
- 14 **California 1231 gains.** Enter the amount of total gains (not losses) from Form 568, Schedule K, line 10a ☒ 14 _____
- 15 **Other California portfolio income (not loss).** Enter the amount from Form 568, Schedule K, line 11a ☒ 15 _____
- 16 **Other California income (not loss) not included in line 5.** Enter the amount from Form 568, Schedule K, line 11b ☒ 16 _____
- 17 **Total California income.** Add lines 7, 8c, 9c, 10, 11, 12, 13, 14, 15, and 16. Line 17 may not be a negative number. Enter here and on Form 568, Side 1, line 1. If less than zero enter -0- ☒ 17 5,119,248

CA 568	AMOUNT PAID WITH FORMS 3537, 3522, 3536	STATEMENT	1
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DESCRIPTION	AMOUNT
AMOUNT PAID WITH FORM 3537	0.
AMOUNT PAID WITH FORM 3522	1,600.
AMOUNT PAID WITH FORM 3536	6,000.
TOTAL TO FORM 568, LINE 8	7,600.

CA SCHEDULE A	COGS OTHER COSTS	STATEMENT	2
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DESCRIPTION	AMOUNT
FREIGHT	4,413.
CONCEALED SHORTAGES	14,527.
SHOPIFY PAYMENT FEE	26.
AMAZON DISCOUNTS	6,016.
SHIPPING, FREIGHT & DELIVERY	9,578.
TOTAL TO SCHEDULE A, LINE 5	34,560.

CA	DEPRECIATION AND AMORTIZATION	STATEMENT	3
----	-------------------------------	-----------	---

DESCRIPTION	REPORTED ELSEWHERE	REPORTED ON PAGE 1
DEPRECIATION - TRADE OR BUSINESS		8,927.
AMORTIZATION - TRADE OR BUSINESS		11,063.
TOTAL TO LINES 17B AND 17C		19,990.

CA	OTHER DEDUCTIONS	STATEMENT	4
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DESCRIPTION	AMOUNT
ADVERTISING	295,176.
AMAZON AUDIT FEES	1,302.
AMAZON CONSULTING	119,660.
AMAZON FULFILLED FEE	66,088.
AMAZON INBOUND FEES	34,175.
AMAZON LABEL	4,163.
AMAZON MARKETING	898.

AMAZON OTHER FEES	7,056.
AMAZON PROMO DISCOUNTS	7,939.
AMAZON REVIEWS	346.
AMAZON SELLING FEES	188,715.
AMAZON STORAGE FEES	606.
AMAZON TRANSACTION FEES	295,935.
BANK CHARGES	6,358.
BBB SCC CHARGES	32,379.
BOOKKEEPING SERVICES	10,984.
CHARGEBACK REVIEW	25,768.
COLLECTION EXPENSES	1,501.
COMMISSIONS AND FEES	171,392.
COMPUTER SOFTWARE - ERP	5,518.
CONSULTING - EXECUTIVES	106,500.
CONSULTING FEE - CHINA DESIGNER	27,882.
CONSULTING FEES	38,216.
CUSTOMER REBATES	3,759.
DEFECTIVES & LOST GOODS	8,726.
DESIGN FEES - PRODUCT	1,100.
DISCOUNTS	51,857.
DUES AND SUBSCRIPTIONS	14,343.
EBAY FEES	1,901.
EDI EXPENSES	7,425.
EQUIPMENT RENTAL	7,342.
FACTOR FEES	675.
FREIGHT AND DELIVERY	250,048.
GIFTS	621.
INSURANCE	24,941.
INSURANCE - LIABILITY	10,313.
INTEREST - FTB	126.
IT CONSULTING	6,991.
LABELS	14,209.
LEGAL AND PROFESSIONAL	30,412.
LOAN FEES	5,976.
MARKETING - PUBLICIST	260.
MEALS NOT SUBJECT TO LIMITATION	6,017.
MEMBERSHIP	1,000.
MERCHANT DEPOSIT FEES	4,970.
OFFICE EXPENSES	30,232.
OFFICE TEMPORARY HELP	22,512.
PACKAGING	1,861.
PACKAGING MOCKUPS	1,890.
PAYPAL FEES	321.
PAYROLL EXPENSE	5,942.
PHOTOGRAPHY	4,769.
POSTAGE	<10.>
PRODUCT TESTING	10,690.
PROMOTIONAL	5,443.
PURCHASES	32.
QC INSPECTION	476.
ROYALTIES	29,419.
SAMPLES	6,196.
SECURITY	487.
SHIPPING AND DELIVERY EXPENSES	229,283.

SHIPPING SUPPLIES	43,420.
SHOW SAMPLES	1,706.
SLOTING EXPENSES	30,592.
SOCIAL MEDIA MARKETING	28,607.
SOFTWARE - ERP	733.
STATIONERY & PRINTING	150.
SUBSCRIPTIONS - ERP	18,060.
SUPPLIES	759.
TAX PREP FEE	6,679.
TELEPHONE	1,222.
TRADE SHOWS	69,461.
TRAVEL	42,622.
UTILITIES	9,117.
WAREHOUSE COSTS	112,301.
WEBSITE DESIGN AND MAINTENANCE	733.
WEBSITE EMAIL MARKETING	2,451.
WEBSITE SUBSCRIPTIONS	16,085.
DISALLOWED AMOUNT OF IRS 100% BUSINESS MEALS EXPENSE	<3,009.>
RENT	178,880.
PAYROLL TAXES	27,619.
SALES TAXES	14,166.
TAXES AND LICENSES	173.
REPAIRS	4,504.
TOTAL TRADE OR BUSINESS OTHER DEDUCTIONS, LINE 21	2,858,143.

CA SCHEDULE K	CHARITABLE CONTRIBUTIONS	STATEMENT	5
DESCRIPTION	TYPE	AMOUNT	
MISC	CASH (50%)	1,002.	
TOTAL TO SCHEDULE K, LINE 13A		1,002.	

CA SCHEDULE K	NONDEDUCTIBLE EXPENSES	STATEMENT	6
DESCRIPTION	AMOUNT		
FTB - PENALTY (2021)	480.		
IRS - PENALTY (2020)	3,780.		
EXCLUDED MEALS AND ENTERTAINMENT EXPENSES	3,008.		
STATE AND LOCAL INCOME/FRANCHISE TAXES - CALIFORNIA	13,600.		
TOTAL TO SCHEDULE K, LINE 18C	20,868.		

CA SCHEDULE K	AGGREGATE GROSS RECEIPTS FOR AMT EXCLUSION	STATEMENT	7
DESCRIPTION		AMOUNT	
GROSS SALES LESS RETURNS		5,119,248.	
TOTAL		5,119,248.	

SCHEDULE M-1	EXPENSES RECORDED ON BOOKS NOT DEDUCTED IN RETURN	STATEMENT	8
DESCRIPTION		AMOUNT	
FTB - PENALTY (2021)		480.	
IRS - PENALTY (2020)		3,780.	
TOTAL TO SCHEDULE M-1, LINE 4		4,260.	

SCHEDULE M-2	OTHER DECREASES	STATEMENT	9
DESCRIPTION		AMOUNT	
NONDEDUCTIBLE EXPENSES		4,260.	
TOTAL TO SCHEDULE M-2, LINE 7		4,260.	

CA SCHEDULE L	OTHER CURRENT ASSETS	STATEMENT	10
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
OTHER RECEIVABLES	6,490.	28,136.	
PREPAID EXPENSES	26,323.	286,392.	
PREPAID TRADE SHOWS	13,262.	16,582.	
PREPAID VENDORS	203,497.	26,742.	
TOTAL TO SCHEDULE L, LINE 6	249,572.	357,852.	

CA SCHEDULE L	OTHER ASSETS	STATEMENT	11
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
RENTAL DEPOSIT		32,631.	
TOTAL TO SCHEDULE L, LINE 13		32,631.	

CA SCHEDULE L	OTHER CURRENT LIABILITIES	STATEMENT	12
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
AMAZON LOAN	70,482.	213,323.	
CREDIT CARD PAYABLES	121,082.	273,465.	
CUSTOMER DEPOSITS	7,397.	0.	
DUTY PAYABLE	7,387.	0.	
FLEXPORT CAPITAL LOAN	57,376.	0.	
INBOUND FREIGHT PROVISION		<5,688.>	
KINGDOM CAPITAL - ADVANCE		122,339.	
LOAN - PAYPAL		115,877.	
LOC - GCM		54,114.	
LOC - BRAAVO BANK		93,322.	
LOC - RAPID FINANCE		52,065.	
SALES TAX PAYABLE		3,623.	
TOTAL TO SCHEDULE L, LINE 17	263,724.	922,440.	

CA SCHEDULE L	OTHER LIABILITIES	STATEMENT	13
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
LOAN - CELTIC BANK	126,154.	114,359.	
LOAN - KABBAGE	112,235.	47,959.	
LOAN - MIDWEST REGIONAL BANK	252,834.	221,516.	
LOAN - SBA	325,000.	325,000.	
TOTAL TO SCHEDULE L, OTHER LIABILITIES	816,223.	708,834.	

TAXABLE YEAR

2022**Depreciation and Amortization**229931 11-17-22
CALIFORNIA FORM**3885L**

Name as shown on return

California Secretary of State (SOS) file no.

202019110275

FEIN

**** - *********GRAND FUSION HOUSEWARES, LLC**

Tangible and intangible assets placed in service during the 2022 taxable year:

			Depreciation of assets			Amortization of property		
(a) Description of property	(b) Date placed in service (mm/dd/yyyy)	(c) Cost or other basis	(d) Method of figuring depreciation	(e) Life or rate	(f) Depreciation for this year	(g) Code section	(h) Period or percentage	(i) Amortization for this year
85 EQUIPMENT - PALLET JACK WITH SCALE	02/27/2022	2,273	200DB	7.00	325			
86 EQUIPMENT - WAREHOUSE EQ	05/09/2022	1,430	200DB	7.00	205			
87 EQUIPMENT - ZIG LIFE	06/28/2022	4,729	200DB	7.00	676			
88 EQUIPMENT - JOHNSON EQ	09/22/2022	14,841	200DB	7.00	2,120			
89 EQUIPMENT - ZIG LIFE	12/02/2022	9,537	200DB	7.00	1,363			
90 FURNITURE - TABLES & CHAIRS	05/20/2022	1,204	200DB	7.00	172			
91 FURNITURE - IKEA	05/31/2022	2,056	200DB	7.00	294			
92 FURNITURE - METAL SHELVES	06/03/2022	1,369	200DB	7.00	196			
93 FURNITURE - OFFICE CHAIR	06/03/2022	635	200DB	7.00	91			
94 FURNITURE - USED	06/11/2022	1,454	200DB	7.00	208			
95 FURNITURE - IKEA	06/11/2022	512	200DB	7.00	73			
96 FURNITURE - AMERICAN FIXTURES	06/14/2022	894	200DB	7.00	128			
98 COMPUTER EQUIPMENT	06/15/2022	12,897	200DB	5.00	2,580			
79 MOLDS - TOOLING YITONG SILICONE	05/16/2022	2,497					180	97
80 PATENT	04/07/2022	930					180	47
81 PATENT	10/03/2022	1,243					180	21
82 PATENT	10/08/2022	485					180	8
1 Enter line 1, column (f) and column (i) totals					8,431			270

Depreciation

Be sure to make adjustments for any basis differences when calculating depreciation.

2 California depreciation for assets placed in service beginning before the 2022 taxable year	2	496
3 Total California depreciation. Add line 1(f) totals and line 2	3	8,927

Amortization

Be sure to make adjustments for any basis differences when calculating amortization.

4 California amortization for intangibles placed in service beginning before the 2022 taxable year	4	10,793
5 Total California amortization. Add line 1(i) totals and line 4	5	11,063
6 Total depreciation and amortization. Add line 3 and line 5. Enter the total here and on Form 568, Schedule B, line 17a, if from a trade or business, or on federal Form 8825, line 14, if from rental real estate activities	6	19,990
7 IRC Section 179 expense deduction from line 12 of the worksheet in the instructions	7	
8 Carryover of disallowed deduction to 2023 from line 13 of the worksheet in the instructions	8	

TAXABLE YEAR

2022**Depreciation and Amortization**229931 11-17-22
CALIFORNIA FORM**3885L**

Name as shown on return

California Secretary of State (SOS) file no.

202019110275

FEIN

**** - *********GRAND FUSION HOUSEWARES, LLC**

Tangible and intangible assets placed in service during the 2022 taxable year:

Tangible and intangible assets placed in service during the 2022 taxable year:			Depreciation of assets			Amortization of property		
(a) Description of property	(b) Date placed in service (mm/dd/yyyy)	(c) Cost or other basis	(d) Method of figuring depreciation	(e) Life or rate	(f) Depreciation for this year	(g) Code section	(h) Period or percentage	(i) Amortization for this year
83 PATENT	10/20/2022	884					180	10
84 PATENT	11/09/2022	1,250					180	14
97 DIES	06/15/2022	1,883					180	73
1 Enter line 1, column (f) and column (i) totals					8,431			270

Depreciation

Be sure to make adjustments for any basis differences when calculating depreciation.

2 California depreciation for assets placed in service beginning before the 2022 taxable year	2	496
3 Total California depreciation. Add line 1(f) totals and line 2	3	8,927

Amortization

Be sure to make adjustments for any basis differences when calculating amortization.

4 California amortization for intangibles placed in service beginning before the 2022 taxable year	4	10,793
5 Total California amortization. Add line 1(i) totals and line 4	5	11,063
6 Total depreciation and amortization. Add line 3 and line 5. Enter the total here and on Form 568, Schedule B, line 17a, if from a trade or business, or on federal Form 8825, line 14, if from rental real estate activities	6	19,990
7 IRC Section 179 expense deduction from line 12 of the worksheet in the instructions	7	
8 Carryover of disallowed deduction to 2023 from line 13 of the worksheet in the instructions	8	

Form

4562**Depreciation and Amortization**
(Including Information on Listed Property)

OTHER

1

OMB No. 1545-0172

2022Attachment
Sequence No. **179**Department of the Treasury
Internal Revenue ServiceGo to www.irs.gov/Form4562 for instructions and the latest information.

Attach to your tax return.

Name(s) shown on return

Business or activity to which this form relates

Identifying number

GRAND FUSION HOUSEWARES, LLC**OTHER DEPRECIATION**

-***

Part I Election To Expense Certain Property Under Section 179 **Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2021 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2023. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.**Part II** Special Depreciation Allowance and Other Depreciation (Don't include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property. See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2022	17	496.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2022 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		12,897.	5 YRS.	HY	200DB	2,580.
c 7-year property		40,934.	7 YRS.	HY	200DB	5,851.
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2022 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year	/		30 yrs.	MM	S/L	
d 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	8,927.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.**Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)**

24a Do you have evidence to support the business/investment use claimed? <input type="checkbox"/> Yes <input type="checkbox"/> No		24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input type="checkbox"/> No	
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use			25
26 Property used more than 50% in a qualified business use:			
		%	
		%	
		%	
27 Property used 50% or less in a qualified business use:			
		%	S/L -
		%	S/L -
		%	S/L -
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1			28
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1			29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

30 Total business/investment miles driven during the year (don't include commuting miles)	(a) Vehicle	(b) Vehicle	(c) Vehicle	(d) Vehicle	(e) Vehicle	(f) Vehicle
31 Total commuting miles driven during the year ...						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their EmployeesAnswer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **aren't** more than 5% owners or related persons.

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2022 tax year:					
SEE STATEMENT 14					270.
43 Amortization of costs that began before your 2022 tax year					10,793.
44 Total. Add amounts in column (f). See the instructions for where to report					11,063.

FORM 4562 PART VI - AMORTIZATION STATEMENT 14

(A) DESCRIPTION OF COSTS	(B) DATE BEGAN	(C) AMORTIZABLE AMOUNT	(D) CODE SECTION	(E) PERIOD/ PERCENT	(F) AMORTIZATION THIS YEAR
MOLDS - TOOLING	05/16/22				
YITONG SILICONE		2,497.		180M	97.
PATENT	04/07/22	930.		180M	47.
PATENT	10/03/22	1,243.		180M	21.
PATENT	10/08/22	485.		180M	8.
PATENT	10/20/22	884.		180M	10.
PATENT	11/09/22	1,250.		180M	14.
DIES	06/15/22	1,883.		180M	73.
TOTAL TO FORM 4562, LINE 42					270.

228108
04-01-22

CA TOB REC		RECONCILIATION OF CALIFORNIA ORDINARY INCOME TO FEDERAL ORDINARY INCOME		2022	
NAME GRAND FUSION HOUSEWARES, LLC				EMPLOYER ID ** - *****	
DESCRIPTION		FEDERAL	CALIFORNIA	DIFFERENCE	
1 A	GROSS RECEIPT OR SALES	5,204,189.	5,204,189.		
1 B	LESS RETURNS AND ALLOWANCES	84,941.	84,941.		
1 C	BALANCE (LINE 1A - 1B)	5,119,248.	5,119,248.		
2	COST OF GOODS SOLD AND/OR OPERATIONS	2,324,067.	2,324,067.		
3	GROSS PROFIT (LINE 1C - 2)	2,795,181.	2,795,181.		
4	ORDINARY INCOME (LOSS) FROM OTHER PARTNERSHIPS AND FIDUCIARIES				
5	NET FARM PROFIT (LOSS)				
6	NET GAIN (LOSS) FROM FORM 4797 OR FORM D-1				
7	OTHER INCOME (LOSS)				
8	TOTAL INCOME (LOSS) (COMBINE LINES 3 THROUGH 7)	2,795,181.	2,795,181.		
9	SALARIES AND WAGES	298,581.	298,581.		
10	GUARANTEED PAYMENTS				
11	REPAIRS	4,504.	4,504.		
12	BAD DEBTS	276.	276.		
13	RENT	178,880.	178,880.		
14	TAXES	55,558.	41,958.	13,600.	
15	DEDUCTIBLE INTEREST EXPENSE NOT CLAIMED ELSEWHERE	94,637.	94,637.		
16	DEPRECIATION	53,831.	19,990.	33,841.	
17	DEPLETION				
18	RETIREMENT PLANS, ETC				
19	EMPLOYEE BENEFIT PROGRAMS				
20	OTHER DEDUCTIONS	2,646,873.	2,632,801.	14,072.	
21	TOTAL DEDUCTIONS (ADD LINE 9 THROUGH 20)	3,333,140.	3,271,627.	61,513.	
22	ORDINARY INCOME (LOSS) (SUBTRACT LINE 21 FROM 8)	<537,959.>	<476,446.>	<61,513.>	

TAXABLE YEAR

2022

**Member's Share of Income,
Deductions, Credits, etc.**

229421 12-15-22
CALIFORNIA SCHEDULE

K-1 (568)

TYB 01-01-2022 TYE 12-31-2022
-***

GRAND FUSION HOLDINGS INC

12 PATRIDGE
IRVINE CA 92604

-*** 202019110275
GRAND FUSION HOUSEWARES LLC

12 PARTRIDGE
IRVINE CA 92604

A What type of entity is this member? • See instructions.

- (1) ☐ Individual (4) ☐ C Corporation (7) ☐ LLP (10) ☐ Exempt Organization
(2) ☒ S Corporation (5) ☐ General Partnership (8) ☐ LLC (11a) ☐ Disregarded Entity (DE)
(3) ☐ Estate/Trust (6) ☐ Limited Partnership (9) ☐ IRA/Keogh/SEP (11b) DE owner's name _____
(11c) DE owner's TIN _____

B Is this member a foreign member? • ☐ Yes ☒ No

C Enter member's percentage (without regard to special allocations) of:

	(i) Beginning		(ii) Ending	
Profit	90.0000	% •	90.0000	%
Loss	90.0000	% •	90.0000	%
Capital	90.0000	% •	90.0000	%

Check the box if decrease is due to sale or exchange of LLC interest ☐

D Member's share of liabilities:

	(i) Beginning		(ii) Ending	
Nonrecourse	\$.00 •	\$.00
Qualified nonrecourse financing	\$.00 •	\$.00
Recourse	\$ 1,319,962	.00 •	\$ 1,326,869	.00

Check the box if Item D includes liability amounts from lower tier partnerships or LLCs ☐

E Reportable transaction or tax shelter registration number(s)

F (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2) ☒ ☐

(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1) ☒ ☐

Member's name

GRAND FUSION HOLDINGS, INC.

Member's identifying number

-***

G Check here if this is: • (1) ☐ A final Schedule K-1 (568) (2) ☐ An amended Schedule K-1 (568)H Is this member a resident of California? ☒ Yes ☐ NoI Did this member contribute property with a built-in gain or loss? If "Yes" attach statement. See instructions ☐ Yes ☒ No

J Member's share of net unrecognized IRC Section 704(c) gain or (loss) (i) Beginning (ii) Ending

K Analysis of member's tax basis capital account.

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Current year net income (loss)	(d) Other increase (decrease) (attach explanation)	(e) Withdrawals and distributions	(f) Capital account at end of year, combine column (a) through column (e)
• -139,391 •		• -488,899		• ()	• -628,290

Caution: Refer to Member's Instructions for Schedule K-1 (568) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (Form 1065)	(c) California adjustments	(d) Total amounts using California law. Combine col. (b) and col. (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-484,163	55,362	• -428,801	▶ -428,801
	2 Net income (loss) from rental real estate activities			•	▶
	3 Net income (loss) from other rental activities			⊙	⊙
	4 a Guaranteed payments for services				
	4 b Guaranteed payments for capital ...				
	4 c Total guaranteed payments			•	▶
	5 Interest income			•	▶
	6 Dividends			•	▶
	7 Royalties			•	▶
	8 Net short-term capital gain (loss)			•	▶
	9 Net long-term capital gain (loss)			•	▶
	10 a Total gain under IRC Section 1231 (other than due to casualty or theft)			•	▶
	b Total loss under IRC Section 1231 (other than due to casualty or theft)			•	▶
	11 a Other portfolio income (loss). Attach schedule			•	▶
	b Total other income			•	▶
	c Total other loss			•	▶

Member's name

GRAND FUSION HOLDINGS, INC.

Member's identifying number

-***

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (Form 1065)	(c) California adjustments	(d) Total amounts using California law. Combine col. (b) and col. (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery prop. (IRC Section 179)				
	13 a Charitable contributions STMT	902		902	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income. Attach schedule				
	e Other deductions. Attach schedule				
Credits	15 a Total withholding (equals amount on Form 592-B if calendar year LLC)			•	▶
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities. Attach schedule				
	e Nonconsenting nonresident members' tax paid by LLC				
	f Other credits - Attach required schedules or statements				
Alternative Minimum Tax (AMT) Items	17 a Depreciation adjustment on property placed in service after 1986		1,987	1,987	1,987
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items. Attach schedule				
Tax-exempt income and Nondeductible Expenses	18 a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses STMT	3,834	14,948	18,782	18,782
Distributions	19 a Distributions of money (cash and marketable securities)			•	
	b Distributions of property other than money			•	
Other Information	20 a Investment income				
	b Investment expenses				
	c Other information. See instructions ...		STMT		
21	<input type="checkbox"/> More than one activity for at-risk purposes. See instructions.				
22	<input type="checkbox"/> More than one activity for passive activity purposes. See instructions.				

Member's name

GRAND FUSION HOLDINGS, INC.

Member's identifying number

-***

Other Member Information

Table 1 - Member's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the member):

Interest ... \$		Sec. 1231 Gains/Losses \$		Capital Gains/Losses \$	
Dividends \$		Royalties	\$	Other	\$

FOR USE BY MEMBERS ONLY - See instructions.

Table 2 - Member's share of distributive items.

- A. Member's share of the LLC's business income. See instructions. \$
- B. Member's share of nonbusiness income from real and tangible personal property sourced or allocable to California.

Capital Gains/Losses	\$	Rents/Royalties	\$
Sec. 1231 Gains/Losses	\$	Other	\$

- C. Member's distributive share of the LLC's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$	\$
Property: Ending	\$	\$
Property: Annual rent expense	\$	\$
Payroll	\$	\$
Sales	\$	\$

CA SCHEDULE K-1 NONDEDUCTIBLE EXPENSES

DESCRIPTION	AMOUNT
FTB - PENALTY (2021)	432.
IRS - PENALTY (2020)	3,402.
EXCLUDED MEALS AND ENTERTAINMENT EXPENSES	2,708.
STATE INCOME/FRANCHISE TAXES	12,240.
TOTAL TO SCHEDULE K-1, LINE 18C	18,782.

CA SCHEDULE K-1 CHARITABLE CONTRIBUTIONS

DESCRIPTION	AMOUNT	AMOUNT CA SOURCE
CHARITABLE CONTRIBUTIONS - 50 PERCENT LIMIT	902.	
TOTAL TO SCHEDULE K-1, LINE 13A	902.	

CA SCHEDULE K-1 AGGREGATE GROSS RECEIPTS FOR AMT EXCLUSION

DESCRIPTION	AMOUNT
GROSS SALES LESS RETURNS	4,607,319.
TOTAL	4,607,319.

TAXABLE YEAR

2022

**Member's Share of Income,
Deductions, Credits, etc.**

229421 12-15-22
CALIFORNIA SCHEDULE

K-1 (568)

TYB 01-01-2022 TYE 12-31-2022
APPLIED FOR

LIFENG CEN RM 19-3 FRIENDSHIP MANSION

BAISHALU STREET
CICI CITY
CH

_*** 202019110275
GRAND FUSION HOUSEWARES LLC

12 PARTRIDGE
IRVINE CA 92604

A What type of entity is this member? • See instructions.

- (1) ☐ Individual (4) ☒ C Corporation (7) ☐ LLP (10) ☐ Exempt Organization
(2) ☐ S Corporation (5) ☐ General Partnership (8) ☐ LLC (11a) ☐ Disregarded Entity (DE)
(3) ☐ Estate/Trust (6) ☐ Limited Partnership (9) ☐ IRA/Keogh/SEP (11b) DE owner's name _____
(11c) DE owner's TIN _____

B Is this member a foreign member? • ☒ Yes ☐ No

C Enter member's percentage (without regard to special allocations) of:

	(i) Beginning		(ii) Ending	
Profit	10.0000	% •	10.0000	%
Loss	10.0000	% •	10.0000	%
Capital	10.0000	% •	10.0000	%

Check the box if decrease is due to sale or exchange of LLC interest ☐

D Member's share of liabilities:

	(i) Beginning		(ii) Ending	
Nonrecourse	\$.00 •	\$.00
Qualified nonrecourse financing	\$.00 •	\$.00
Recourse	\$	0.00 •	\$	0.00

Check the box if Item D includes liability amounts from lower tier partnerships or LLCs ☐

E Reportable transaction or tax shelter registration number(s)

F (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2) ☒ ☐

(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1) ☒ ☐

Member's name

LIFENG CEN RM 19-3 FRIENDSHIP MANSION

Member's identifying number

APPLIED FOR

G Check here if this is: • (1) ☐ A final Schedule K-1 (568) (2) ☐ An amended Schedule K-1 (568)H Is this member a resident of California? ☐ Yes ☒ NoI Did this member contribute property with a built-in gain or loss? If "Yes" attach statement. See instructions ☐ Yes ☒ No

J Member's share of net unrecognized IRC Section 704(c) gain or (loss) (i) Beginning (ii) Ending

K Analysis of member's tax basis capital account.

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Current year net income (loss)	(d) Other increase (decrease) (attach explanation)	(e) Withdrawals and distributions	(f) Capital account at end of year, combine column (a) through column (e)
• 264,661 •		• -54,322 •		• () •	• 210,339 •

Caution: Refer to Member's Instructions for Schedule K-1 (568) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (Form 1065)	(c) California adjustments	(d) Total amounts using California law. Combine col. (b) and col. (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-53,796	6,151	• -47,645 •	▶ -47,645
	2 Net income (loss) from rental real estate activities			•	▶
	3 Net income (loss) from other rental activities			⊙	⊙
	4 a Guaranteed payments for services				
	4 b Guaranteed payments for capital ...				
	4 c Total guaranteed payments			•	▶
	5 Interest income			•	▶
	6 Dividends			•	▶
	7 Royalties			•	▶
	8 Net short-term capital gain (loss)			•	▶
	9 Net long-term capital gain (loss)			•	▶
	10 a Total gain under IRC Section 1231 (other than due to casualty or theft)			•	▶
	b Total loss under IRC Section 1231 (other than due to casualty or theft)			•	▶
	11 a Other portfolio income (loss). Attach schedule			•	▶
	b Total other income			•	▶
	c Total other loss			•	▶

Member's name

LIFENG CEN RM 19-3 FRIENDSHIP MANSION

Member's identifying number

APPLIED FOR

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (Form 1065)	(c) California adjustments	(d) Total amounts using California law. Combine col. (b) and col. (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery prop. (IRC Section 179)				
	13 a Charitable contributions STMT	100		100	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income. Attach schedule				
	e Other deductions. Attach schedule				
Credits	15 a Total withholding (equals amount on Form 592-B if calendar year LLC)			•	▶
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities. Attach schedule				
	e Nonconsenting nonresident members' tax paid by LLC				
	f Other credits - Attach required schedules or statements				
Alternative Minimum Tax (AMT) Items	17 a Depreciation adjustment on property placed in service after 1986		221	221	221
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items. Attach schedule				
Tax-exempt income and Nondeductible Expenses	18 a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses STMT	426	1,661	2,087	2,087
Distributions	19 a Distributions of money (cash and marketable securities)			●	
	b Distributions of property other than money			●	
Other Information	20 a Investment income				
	b Investment expenses				
	c Other information. See instructions ...				
21	<input type="checkbox"/> More than one activity for at-risk purposes. See instructions.				
22	<input type="checkbox"/> More than one activity for passive activity purposes. See instructions.				

Member's name

LIFENG CEN RM 19-3 FRIENDSHIP MANSION

Member's identifying number

APPLIED FOR

Other Member Information

Table 1 - Member's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the member):

Interest ... \$	<input type="text"/>	Sec. 1231 Gains/Losses \$	<input type="text"/>	Capital Gains/Losses \$	<input type="text"/>
Dividends \$	<input type="text"/>	Royalties	<input type="text"/>	Other	<input type="text"/>

FOR USE BY MEMBERS ONLY - See instructions.

Table 2 - Member's share of distributive items.

- A. Member's share of the LLC's business income. See instructions. \$
- B. Member's share of nonbusiness income from real and tangible personal property sourced or allocable to California.

Capital Gains/Losses	\$ <input type="text"/>	Rents/Royalties	\$ <input type="text"/>
Sec. 1231 Gains/Losses	\$ <input type="text"/>	Other	\$ <input type="text"/>

- C. Member's distributive share of the LLC's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ <input type="text"/>	\$ <input type="text"/>
Property: Ending	\$ <input type="text"/>	\$ <input type="text"/>
Property: Annual rent expense	\$ <input type="text"/>	\$ <input type="text"/>
Payroll	\$ <input type="text"/>	\$ <input type="text"/>
Sales	\$ <input type="text"/>	\$ <input type="text"/>

CA SCHEDULE K-1 NONDEDUCTIBLE EXPENSES

DESCRIPTION	AMOUNT
FTB - PENALTY (2021)	48.
IRS - PENALTY (2020)	378.
EXCLUDED MEALS AND ENTERTAINMENT EXPENSES	301.
STATE INCOME/FRANCHISE TAXES	1,360.
TOTAL TO SCHEDULE K-1, LINE 18C	2,087.

CA SCHEDULE K-1 CHARITABLE CONTRIBUTIONS

DESCRIPTION	AMOUNT	AMOUNT CA SOURCE
CHARITABLE CONTRIBUTIONS - 50 PERCENT LIMIT	100.	
TOTAL TO SCHEDULE K-1, LINE 13A	100.	